QUANTUM MUTUAL FUND

QUANTUM

Profit with Process

India's 1st and only Direct to Investor Mutual Fund

Investment Manager: Quantum Asset Management Company Private Limited
505, Regent Chambers, 5th Floor, Nariman Point, Mumbai - 400021, India
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Email: Customercare@QuantumAMC.com, Website: www.QuantumMF.com, CIN: U65990MH2005PTC156152

ADDENDUM NO.3/2016

Unitholders are requested to note the following changes in the Statement of Additional Information (SAI) of Quantum Mutual Fund with effect from April 1, 2016:

Soft Dollar - Arrangements:

When a broker provides the AMC with services or products other than transaction execution, or pays for those services or products for the AMC such as free research, hardware, software or non - research - related - services, etc. in recognition of portfolio execution business done with that broker or in the expectation of such business, the AMC is said to have acquired those services or products with "Soft - Dollars."

The AMC uses soft dollar to receive brokerage and free research service / report which is allowed under the SEBI circular dated March 18, 2016 - and under safe harbor within the Section 28(e) of the Securities Exchange Act of 1934. Generally, the brokers in addition to execution also provide research, arranging conference and meeting and sales coverage i.e. having designated sales staff to attend to queries from the AMC or arranging meetings for the AMC's research staff with the broker's analysts. The commission paid to the broker is one composite percentage figure and is not split in to two parts, one representing the cost for execution and the other part representing the cost for research and other services. The Research services / report received from the Brokers are used for the benefit of all the respective schemes for executing trade in such scheme which are in the interest of the investors of the Fund. The AMC presently does not do any proprietary trading. No Broker currently empanelled by the AMC is affiliated to the AMC. The AMC has a Soft Dollar Policy which is uploaded on the AMC's Website.

This addendum forms an integral part of the Statement of Additional Information (SAI) of Quantum Mutual Fund as amended from time to time. All other terms and conditions of the SAI will remain unchanged.

For Quantum Asset Management Company Private Limited
(Investment Manager - Quantum Mutual Fund)
Sd/-
Jimmy A. Patel
Chief Executive Officer

Place: Mumbai
Date: March 31, 2016