



SCHEME INFORMATION DOCUMENT

QUANTUM LIQUID FUND

(An Open-ended Liquid Scheme. A relatively low interest rate risk and relatively low credit risk)

Continuous Offer of Units at NAV Based Prices

MUTUAL FUND	TRUSTEE	SPONSOR	INVESTMENT MANAGER
Quantum Mutual Fund	Quantum Trustee Company Private Ltd.	Quantum Advisors Private Ltd.	Quantum Asset Management Company Private Ltd.
6th Floor, Hoechst House, Nariman Point, Mumbai - 400021	6th Floor, Hoechst House, Nariman Point, Mumbai - 400021 CIN - U67190MH2005PTC156119	6th Floor, Hoechst House, Nariman Point, Mumbai - 400021 CIN - U65990MH1990PTC055279	6th Floor, Hoechst House, Nariman Point, Mumbai - 400021 CIN - U65990MH2005PTC156152

PRODUCT LABEL

This product is suitable for investors who are seeking*	Risk-o-meter of Scheme	Risk-o-meter of Tier I Benchmark
<ul style="list-style-type: none"> Income over the short term Investments in debt / money market instruments. 	<p>Investors understand that their principal will be at Low Risk</p>	
Tier I Benchmark: CRISIL Liquid Fund AI Index		

* Investors should consult their financial advisers if in doubt about whether the product is suitable for them.

The Risk Level of the Scheme in Scheme Risk o Meter is basis it's portfolio as on March 31, 2022.

The Risk Level of the Tier I Benchmark Index in the Risk o Meter is basis it's constituents as on March 31, 2022.

Potential Risk Class Matrix - Quantum Liquid Fund

Credit Risk →	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)
Interest Rate Risk ↓			
Relatively Low (Class I)	A-I		
Moderate (Class II)			
Relatively High (Class III)			

The particulars of the Scheme have been prepared in accordance with the Securities and Exchange Board of India (Mutual Funds) Regulations 1996, as amended till date, and filed with Securities and Exchange Board of India (SEBI), along with a Due Diligence Certificate from the Asset Management Company (AMC). The Units being offered for public subscription have not been approved or recommended by SEBI nor has SEBI certified the accuracy or adequacy of the Scheme Information Document.

The Scheme Information Document (SID) sets forth concisely the information about the scheme that a prospective investor ought to know before investing. Before investing, investors should also ascertain about any further changes to this SID after the date of this Document from the Mutual Fund / Investor Service Centres (ISCs) / Website / Distributors or Brokers.

The investors are advised to refer to the Statement of Additional Information (SAI) for details of Quantum Mutual Fund, Tax and Legal issues and general information on www.QuantumAMC.com / www.QuantumMF.com

SAI is incorporated by reference (is legally a part of the Scheme Information Document). For a free copy of the current SAI, please contact your nearest Investor Service Centre or log on to our website, www.QuantumAMC.com / www.QuantumMF.com

The Scheme Information Document should be read in conjunction with the SAI and not in isolation.

This Scheme Information Document is dated April 29, 2022.

Quantum Asset Management Company Private Limited

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Type of Scheme	An Open-ended Liquid Scheme. A relatively low interest rate risk and relatively low credit Risk.
Category of Scheme	Liquid Fund
Investment objective	The primary investment objective of the Scheme is to provide optimal returns with low to moderate levels of risk and high liquidity through judicious investments in money market and debt instruments.
Liquidity	The scheme offers purchase and redemptions of units on all Business Days on an ongoing basis at NAV based prices.
Redemption	The redemption or repurchase proceeds shall be dispatched / credited to the registered bank account of the unitholders within 10 working days from the date of redemption or repurchase.
Benchmark - Tier I	CRISIL Liquid Fund AI Index (Tier -1 Benchmark of the scheme has been changed from CRISIL Liquid Fund Index to CRISIL Liquid Fund AI Index w.e.f. April 01, 2022)
Transparency/NAV Disclosure	NAV shall be calculated and disclosed on every Business Day. AMC shall update the NAV under separate head on the website of the Fund (www.QuantumMF.com / www.QuantumAMC.com) and on the website of Association of Mutual Funds in India www.amfiindia.com by 11.00 p.m. every business day. Investors may obtain latest NAV through SMS by a specific request to the AMC.
Fortnightly/Monthly / Half Yearly Portfolio Disclosure	The Fund will disclose portfolio (along with ISIN) in user friendly & downloadable spreadsheet format, as on the last day of the month / half year for the scheme on its website www.QuantumMF.com / www.QuantumAMC.com & on the website of AMFI www.amfiindia.com within 10 days from the close of each month / half year. In case of unitholders whose email addresses are registered, the Fund will send via email both the monthly and half yearly statement of scheme portfolio within 10 days from the close of each month / half year respectively. Further, pursuant to SEBI circular no. SEBI/HO/IMD/DF3/CIR/P/2020/130 dated July 22, 2020, for debt schemes, portfolio disclosure shall be done on fortnightly basis within 5 days of every fortnight as prescribed by the said circular. The Fund will publish an advertisement every half-year in the all India edition of at least two daily newspapers, one each in English & Hindi, disclosing the hosting of the half yearly statement of the scheme's portfolio on the AMC's website www.QuantumMF.com / www.QuantumAMC.com & on the website of AMFI www.amfiindia.com . The Fund will provide physical copy of the statement of scheme portfolio without any cost, on specific request received from a unitholders.

<p>Half Yearly Results</p>	<p>The Fund shall within one month from the close of each half year, (i.e. March 31 and on September 30), host a soft copy of its unaudited financial results on its website (www.QuantumAMC.com / www.QuantumMF.com). Further, the Fund shall publish an advertisement disclosing the hosting of such unaudited half yearly financial results on their website, in at least one national English daily newspaper having nationwide circulation and in newspaper having wide circulation published in the language of the region where the Head Office of the Mutual Fund is situated.</p>																
<p>Load Structure</p>	<p>Entry Load: Not Applicable</p> <p>In terms of SEBI circular no. SEBI/IMD/CIR No. 4/ 168230/09 dated June 30, 2009 has notified that, w.e.f. August 01, 2009 there will be no entry load charged to the schemes of the Mutual Fund.</p> <p>Quantum Mutual Fund does not charge Entry Load since inception.</p> <p>Exit Load: The exit load on a graded basis will be levied as follows:</p> <table border="1" data-bbox="400 958 1477 1290"> <thead> <tr> <th>Investor Exit Upon Subscription</th> <th>Exit Load as a % of Redemption Proceeds</th> </tr> </thead> <tbody> <tr> <td>Day 1</td> <td>0.0070%</td> </tr> <tr> <td>Day 2</td> <td>0.0065%</td> </tr> <tr> <td>Day 3</td> <td>0.0060%</td> </tr> <tr> <td>Day 4</td> <td>0.0055%</td> </tr> <tr> <td>Day 5</td> <td>0.0050%</td> </tr> <tr> <td>Day 6</td> <td>0.0045%</td> </tr> <tr> <td>Day 7 onwards</td> <td>NIL</td> </tr> </tbody> </table> <p>Note: Redemption / Switched Outs will be done on First in First out (FIFO) basis. The above mentioned Exit Load shall be equally applicable to Systematic Withdrawal Plan (SWP), Systematic Transfer Plan (STP) and Switches including existing installment of existing SIPs/ STPs / SWPs falling due after the effective date. However, no exit load will be charged for switching between option / plan within the scheme.</p>	Investor Exit Upon Subscription	Exit Load as a % of Redemption Proceeds	Day 1	0.0070%	Day 2	0.0065%	Day 3	0.0060%	Day 4	0.0055%	Day 5	0.0050%	Day 6	0.0045%	Day 7 onwards	NIL
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<p>Transaction Charges</p>	<p>In accordance with the SEBI Circular No. Cir / IMD / DF/13/2011 dated August 22, 2011, the AMC is allowed to deduct transaction charges of Rs.100 for existing investors and Rs.150 for a first time investor per subscription of Rs.10,000 /- and above for the transaction / application received through distributors. The transaction charges shall be deducted by the AMC from the subscription amount received from the investor and paid to the distributor and the balance will be invested in the Scheme.</p> <p>Investors are requested to note that no transaction charges shall be deducted from the investment amount for transactions / applications received from the distributor (i.e. in Regular Plan) and full subscription amount will be invested in the Scheme.</p>																

<p>Cash Investments</p>	<p>In accordance with SEBI circulars dated September 13, 2012 and May 22, 2014, it is permitted to accept cash transactions to the extent of Rs. 50,000/- subject to compliance with Prevention of Money Laundering Act, 2002 and Rules framed there under and the SEBI Circular(s) on Anti Money Laundering (AML) and other applicable AML rules, regulations and guidelines.</p> <p>The Asset Management Company is presently evaluating systems and controls and is in discussions with bank(s) to accept Cash Investment in the Scheme. The information will be provided to investors in this regard as and when such facility will be available.</p>
<p>Option / Plan</p>	<p>The Scheme offers two Plans</p> <ul style="list-style-type: none"> (i) Direct Plan (ii) Regular Plan <p>Each Plan offers following Options – Growth Option, Monthly Income Distribution Cum Capital Withdrawal Option (IDCW) and Daily Reinvestment of Income Distribution Cum Capital Withdrawal (IDCW) Option.</p> <p>The Monthly IDCW Option in turn has two facilities namely,</p> <ul style="list-style-type: none"> (a) Payout of Income Distribution Cum Capital Withdrawal (IDCW) Facility; and (b) Reinvestment of Income Distribution Cum Capital Withdrawal (IDCW) Facility.
<p>Launch of Regular Plan Effective April 01, 2017</p>	<p>In accordance with the SEBI Circular No. Cir / IMD / DF/21/2012 dated September 13, 2012, the Mutual Fund/AMC shall provide a separate plan for direct investment i.e. investments not routed through a distributor and such separate expense plan shall have lower expense ratio excluding distribution expenses, commission etc., and no commission shall be paid from such plans and the plan shall also have a separate NAV.</p> <p>Investors are requested to note that Quantum Mutual Fund has not charged / debited any distribution expenses to the schemes and has not paid any upfront or trail commission to distributors for investment routed through distributor whether empaneled with Quantum Mutual Fund or not till March 31, 2017.</p> <p>Therefore, the Scheme did not have a Separate Plan for receiving any investment applications either through distributors or directly from investors, and had not declare separate NAV for application either through distributors or directly from investors for the Scheme till March 31, 2017.</p> <p>Quantum Mutual Fund has introduced a Regular Plan with effect from April 01, 2017 for investors who wish to invest in units of the Scheme through Distributors and not directly with the Fund.</p>

	<p>The Existing Plan (plan till March 31, 2017) has been named / classified as the Direct Plan effective April 1, 2017 herein after referred to as 'Direct Plan'. The investments in the Direct Plan invested through distributors or directly with the Fund till March 31, 2017 shall remain under the Direct Plan.</p> <p>If Investors wish to transfer their accumulated unit balance held under the Direct Plan (through lumpsum / systematic Investments made through distributors) to Regular Plan, they will have to switch / redeem their investments and apply under the Regular Plan.</p>
Minimum Application Amount (For All Option/plan)	<p>(a) Growth Option - Rs. 5,000/-and in multiples of Rs.1/- thereafter.</p> <p>(b) Monthly IDCW Option - Rs. 10,000/-and in multiples of Rs.1/- thereafter.</p> <p>(c) Daily Reinvestment of Income Distribution Cum Capital Withdrawal (IDCW) Option- Rs. 1,00,000/-and in multiples of Rs.1/- thereafter.</p>
Minimum Additional Investment Amount (For all Option/plan)	Rs. 500 /- and in multiples of Rs. 1/- thereafter / 50 units.
Minimum Redemption Amount (For All Option/plan)	Rs. 500/- and multiples of Rs. 1/- thereafter OR account balance whichever is less / 50 units.
Option to hold units in Dematerialized Mode	<p>The unit holders are given an option to hold the units in physical mode or in dematerialized mode except under Daily Reinvestment of Income Distribution Cum Capital Withdrawal (IDCW) Option of the Scheme.</p> <p>The Investor intending to hold the units in dematerialized mode will be required to have a beneficiary account with a Depository Participant and will be required to mention the DP's Name, DP ID No. and Beneficiary Account No. with the DP in the application form at the time of subscription / additional purchase of the units of the Scheme.</p> <p>It may be noted that in case of option to hold units in dematerialized mode under Systematic Investment Plan (SIP), the units will be credited to Investor's demat account on weekly basis on every Monday subject to realization of funds in the last week. For e.g. Units will be credited to investor's demat account on following Monday for realization status of funds received in the last week from Monday to Friday.</p> <p>It may be noted that the facilities viz. Switch in and out/ Systematic Withdrawal Plan (SWP) / Systematic Transfer Plan (STP) are currently not available in the dematerialized mode.</p>

SYSTEMATIC INVESTMENT PLAN (SIP)

Frequencies Available Under SIP	Monthly	Quarterly
Minimum Amount	Rs. 500/- and in multiples of Rs. 1/- thereafter	Rs. 500/- and in multiples of Rs. 1/- thereafter
Minimum No. of Installments / Instructions	6	4
Frequency of dates	Monthly / Quarterly – 5, 7, 15, 21, 25, 28	

SYSTEMATIC TRANSFER PLAN (STP)

Frequencies Available Under STP	Daily	Weekly	Fortnightly	Monthly	Quarterly
Minimum Amount	Rs. 100/- and in multiples of Rs. 1/- thereafter	Rs. 500/- and in multiples of Rs. 1/- thereafter	Rs. 500/- and in multiples of Rs. 1/- thereafter	Rs. 500/- and in multiples of Rs. 1/- thereafter	Rs. 500/- and in multiples of Rs. 1/- thereafter
Minimum No. of Installments / Instructions	132	25	13	6	4
Frequency of dates	Daily - All Business Days Weekly – 7, 15, 21, 28 Fortnightly – 5 & 21 OR 7 & 25 Monthly / Quarterly – 5, 7, 15, 21, 25, 28				
Minimum Balance to Start STP	Rs.5000/-				

SYSTEMATIC WITHDRAWAL PLAN (SWP)

Frequencies Available Under SWP	Weekly	Fortnightly	Monthly	Quarterly
Minimum Amount	Rs. 500/- and in multiples of Rs. 1/- thereafter	Rs. 500/- and in multiples of Rs. 1/- thereafter	Rs. 500/- and in multiples of Rs. 1/- thereafter	Rs. 500/- and in multiples+ of Rs. 1/- thereafter
Minimum No. of Installments / Instructions	25	13	6	4
Frequency of dates	Weekly – 7, 15, 21, 28 Fortnightly – 5 & 21 OR 7 & 25 Monthly / Quarterly – 5, 7, 15, 21, 25, 28			
Minimum Balance to Start SWP	Rs. 5000/-			

A. RISK FACTORS

Standard Risk Factors:

- Investment in Mutual Fund Units involves investment risks such as trading volumes, settlement risk, liquidity risk, default risk including the possible loss of principal.
- As the price / value / interest rates of the securities in which the scheme invests fluctuates, the value of your investment in the scheme may go up or down. The value of investments may be affected, inter-alia, by changes in the market, interest rates, changes in credit rating, trading volumes, settlement periods and transfer procedures; the NAV is also exposed to Price/Interest-Rate Risk and Credit Risk and may be affected inter-alia, by government policy, volatility and liquidity in the money markets and pressure on the exchange rate of the rupee.
- Past performance of the Sponsor/AMC/Mutual Fund does not guarantee future performance of the Scheme.
- Quantum Liquid Fund (QLF) is the name of the Scheme and does not in any manner indicate either the quality of the Scheme or its future prospects and the returns. Investors are therefore urged to study the terms of offer carefully and consult their Investment Advisor before they invest in the Scheme.
- The Sponsor is not responsible or liable for any loss resulting from the operation of the Scheme beyond the initial contribution of Rs.1,00,000/- (Rupees One Lakh only) made by it towards setting up the Fund.
- The present scheme is not a guaranteed or assured return scheme.

Scheme Specific Risk Factors

The performance of the Scheme may be affected by changes in Government policies, general levels of interest rates and risks associated with trading volumes, liquidity and settlement systems. As the Scheme will be investing in debt and money market instruments it may have the following risks:

1. Risk Factors Associated with Fixed Income and Money Market Instruments:

Interest Rate Risk/Market Risk:

Changes in interest rate may affect the Scheme's net asset value. Generally the prices of instruments increase as interest rates decline and decrease as interest rates rise. Prices of long-term securities fluctuate more in response to such interest rate changes than short-term securities. Indian debt and government securities markets can be volatile leading to the possibility of price movements up or down in fixed income securities and thereby to possible movements in the NAV.

Credit Risk or Default Risk:

Credit risk or Default risk refers to the risk that an issuer of a debt instrument may default (i.e. the issuer will be unable to make timely principal and interest payments on the security). Because of this risk, bonds issued by non-government agencies are sold at a higher yield above those offered on Government Securities which are sovereign obligations and free of credit risk. Normally, the value of a debt instrument will fluctuate depending upon the changes in the perceived level of credit risk as well as any actual event of default. The greater the credit risk, the greater the yield required for someone to be compensated for the increased risk.

Liquidity Risks:

This refers to the ease at which a security can be sold at or near its true value. The primary measure of liquidity risk is the spread between the bid price and the offer price quoted by a dealer. Reduced liquidity in the secondary market may have an adverse impact on market price and the Scheme's ability to dispose of particular securities, when necessary, to meet the Scheme's liquidity needs or in response to a specific economic event or even during rebalancing of the Scheme's investment portfolio.

Furthermore, from time to time, the Asset Management Company, the Custodian, the Registrar, any Associate, any Distributor, Dealer, any Company, Corporate Bodies, Trusts, any Retirement and Employee Benefit Funds or any Associate or otherwise, any scheme/mutual fund managed by the Asset Management Company or by any other Asset Management Company may invest in the Scheme. While at all times the Trustee Company and the Asset Management Company will endeavour that excessive holding of Units in the Scheme among a few Unitholders is avoided, however, the funds invested by these aforesaid persons may acquire a substantial portion of the Scheme's outstanding Units and collectively may constitute a majority Unitholder in the Scheme. Redemption of Units held by such persons may have an adverse impact on the value of the Units of the Scheme because of the timing of any such redemptions and this may impact the ability of other Unitholders to redeem their respective Units.

Settlement Risks:

Different segments of the financial markets have different settlement cycle/periods and such settlement cycle/periods may be impacted by unforeseen circumstances, leading to Settlement Risk. The liquidity of the Scheme's investments may be inherently restricted by trading volumes, transfer procedures and settlement periods.

Concentration Risk:

The Scheme will invest in certain securities of certain companies, industries, sectors, asset type etc. based on its investment objectives and policies as outlined in this Scheme Information Document. The funds invested by the Scheme in certain securities of industries, sectors, etc. may acquire a substantial portion of the Scheme's investment portfolio and collectively may constitute a risk associated with non-diversification and thus could affect the value of investments.

Re-investment Risk:

Investments in fixed income securities may carry re-investment risk as interest rates prevailing on the interest or maturity due dates may differ from the original coupon of the bond. Consequently, the proceeds may get invested at a lower rate.

This risk refers to the interest rate levels at which cash flows received from the securities in the Scheme or from maturities in the Scheme are reinvested. The additional income from reinvestment is the "interest on interest" component. The risk refers to the fall in the rate for reinvestment of interim cash flows.

Performance Risk:

The value of, and income from, an investment in the Scheme can decrease as well as increase, depending on a variety of factors which may affect the values and income generated by the Scheme's portfolio of securities. The returns of the Scheme's investments are based on the current yields of the securities, which may be affected generally by factors affecting capital markets such as price and volume, volatility in the stock markets, interest rates, currency exchange rates, foreign investment, changes in Government and Reserve Bank of India policy, taxation, political, economic or other developments, closure of the Stock Exchanges etc.

Investors should understand that the investment pattern indicated, in line with prevailing market conditions, is only a hypothetical example as all investments involve risk and there is no assurance that the Scheme's investment objective will be attained or that the Scheme shall be in a position to maintain the model percentage of investment pattern particularly under exceptional circumstances. Different types of securities in which the Scheme would invest as stated in the offer document carry different levels and types of risk. Accordingly the Scheme's risk may increase or decrease depending upon its investment pattern. e.g. corporate debt carries a higher amount of risk than Government securities. Further even amongst corporate bonds, bonds which are AAA rated are comparatively less risky than bonds which are AA rated.

The Scheme will endeavour to invest in highly researched securities offering relative yield for the commensurate risks. However the erosion in the value of the investments/portfolio in the case of the debt markets passing through a bearish phase is a distinct possibility.

The NAV of the Scheme is largely dependent on the performance of the various debt instruments wherein the investment has been made which may fluctuate from time to time.

Debt securities are subject to the risk of an Issuer's inability to meet principal and interest payments on the obligations (credit risk). Debt securities may also be subject to price volatility due to such factors as interest sensitivity, market perception or the creditworthiness of the Issuer and general market liquidity (market rate risk). While it is the intent of the Investment Manager to invest primarily in highly rated debt securities, the Scheme may from time to time invest in higher yielding, lower rated securities. This would enhance the degree of risk. As mentioned earlier debt securities which are AAA rated are comparatively less risky than securities which are AA rated.

Lower rated or unrated securities are more likely to react to developments affecting the market and carry a higher credit risk than the highly rated securities which react primarily to movements in the general level of interest rates. Lower rated securities also tend to be more sensitive to economic conditions than higher rated securities. The Investment Manager will consider both credit risk and market risk in making investment decisions.

Zero coupon or deep discount bonds are debt obligations that do not entitle the holder to any periodic payment of interest prior to maturity or a specified date when the securities begin paying current interest and therefore, are generally issued and traded at a discount to their face values. The discount depends on the time remaining until maturity or the date when securities begin paying current interest. It also varies depending on the prevailing interest rates, liquidity of the security and the perceived credit risk of the Issuer. The market prices of zero coupon securities are generally more volatile than the market prices of securities that pay interest periodically and are likely to respond to changes in interest rates to a greater degree than other coupon bearing securities having similar maturities and credit quality.

The credit risk factors pertaining to lower rated securities also apply to lower rated zero coupons or deferred interest bonds. Such bonds carry an additional risk in that, unlike bonds that pay interest throughout the period to maturity, the Scheme would not realise any cash until interest payment on the bonds commence and if the Issuer defaults, the Scheme may not obtain any return on its investment.

The Scheme has limited power to invest in securities which are not quoted on a stock exchange ("unlisted securities") which in general are subject to greater price fluctuations, less liquidity and greater risk than those which are traded in the open market. Unlisted securities may lack a liquid secondary market and there can be no assurance that the Schemes will realise its investments in unlisted securities at a fair value. While securities that are listed on the stock exchange carry lower liquidity risk, the ability to sell these investments is limited by the overall trading volume on the stock exchanges.

Risks due to possible prepayments: Weighted Tenor / Yield

Asset securitisation is a process whereby commercial or consumer credits are packaged and sold in the form of financial instruments. Full prepayment of underlying loan contract may arise under any of the following circumstances; Obligor pays the Receivable due from him at any time prior to the scheduled maturity date of that Receivable; or Receivable is required to be repurchased by the Seller consequent to its inability to rectify a material misrepresentation with respect to that Receivable; or The Servicer recognizing a contract as a defaulted contract and hence repossessing the underlying Asset and selling the same. In the event of prepayments, investors may be exposed to changes in tenor and yield.

2. Risk Factors Associated with Derivatives:

Risk factor associated with Trading in Derivatives:

The Fund may use derivative instruments like Interest Rate Swaps, Interest Rate Futures, Forward Rate Agreements or other derivative instruments for the purpose of hedging, as permitted under the Regulations and guidelines prevailing from time to time.

As and when the Scheme trades in the derivatives market there are risk factors and issues concerning the use of derivatives that investors should understand. Derivative products are specialized instruments that require investment techniques and risk analyses different from those associated with stocks and bonds.

The use of a derivative requires an understanding not only of the underlying instrument but also of the derivative itself. Derivatives require the maintenance of adequate controls to monitor the transactions entered into, the ability to assess the risk that a derivative adds to the portfolio and the ability to forecast price or interest rate movements correctly. There is the possibility that a loss may be sustained by the portfolio as a result of the failure of another party (usually referred to as the "counter party") to comply with the terms of the derivatives contract. Other risks in using derivatives include the risk of improper valuation of derivatives and the inability of derivatives to correlate perfectly with underlying assets, rates and indices. Even a small price movement in the underlying security could have a large impact on their value. Also, the market for derivative instruments is nascent in India.

3. Risk Associated with Securitised Debt

The Scheme may invest in domestic securitized debt such as asset backed securities (ABS) or mortgage backed securities (MBS). Asset Backed Securities (ABS) are securitized debts where the underlying assets are receivables arising from automobile loans, personal loans, loans against consumer durables, etc. Mortgage backed securities (MBS) are securitized debts where the underlying assets are receivables arising from loans backed by mortgage of residential/commercial properties. ABS/MBS instruments reflect the undivided interest in the underlying pool of assets and do not represent the obligation of the issuer of ABS/MBS or the originator of the underlying receivables. The ABS/MBS holders have a limited recourse to the extent of credit enhancement provided. If the delinquencies and credit losses in the underlying pool exceed the credit enhancement provided, ABS/MBS holders will suffer credit losses. ABS/MBS are also normally exposed to a higher level of pre-payment, reinvestment and revaluation risks as compared to the normal corporate or sovereign debt.

At present in Indian market, following types of loans are securitized:

- * Auto Loans (cars/commercial vehicles/two wheeler vehicles)
- * Residential Mortgages or Housing Loans
- * Consumer Durable Loans
- * Personal Loans
- * Corporate Loans

The main risks pertaining to each of the asset classes above are described below:

Auto Loans (cars/commercial vehicles/two wheeler vehicles)

- * The underlying assets (cars etc.) are susceptible to depreciation in value whereas the loans are given at high loan to value ratios. Thus, after a few months, the value of asset becomes lower than the loan outstanding. The borrowers, therefore, may sometimes tend to default on loans and allow the vehicle to be repossessed.
- * These loans are also subject to model risk. i.e. if a particular automobile model does not become popular, loans given for financing that model have a much higher likelihood of turning bad. In such cases, loss on sale of repossession vehicles is higher than usual.
- * Commercial vehicle loans are susceptible to the cyclicity in the economy. In a downturn in economy, freight rates drop leading to higher defaults in commercial vehicle loans. Further, the second hand prices of these vehicles also decline in such economic environment.

Housing Loans

- * Housing loans in India have shown very low default rates historically. However, in recent years, loans have been given at high loan to value ratios and to a much younger borrower class. The loans have not yet gone through the full economic cycle and have not yet seen a period of declining property prices. Thus, the performance of these housing loans is yet to be tested and it need not conform to the historical experience of low default rates.

Consumer Durable Loans

- * The underlying security for such loans is easily transferable without the bank's knowledge and hence repossession is difficult.
- * The underlying security for such loans is also susceptible to quick depreciation in value. This gives the borrowers a high incentive to default.

Personal Loans

- * These are unsecured loans. In case of a default, the bank has no security to fall back on.
- * The lender has no control over how the borrower has used the borrowed money. Further, all the above categories of loans have the following common risks:
 - a. All the above loans are retail, relatively small value loans. There is a possibility that the borrower takes different loans using the same income proof and thus the income is not sufficient to meet the debt service obligations of all these loans.
 - b. In India, there is no ready database available regarding past credit record of borrowers. Thus, loans may be given to borrowers with poor credit record.
 - c. In retail loans, the risks due to frauds are high.

Corporate Loans

These are loans given to single or multiple corporates. The receivables from a pool of loans to corporates are assigned to a trust that issues Pass Through Certificates in turn. The credit risk in such certificates is on the underlying pool of loans to the corporates. The credit risk of the underlying loans to corporates would in turn depend on economic cycles.

4. Risks associated with Securities Lending

Securities Lending:

It may be noted that this activity would have the inherent probability of collateral value drastically falling in times of strong downward market trends, rendering the value of collateral inadequate until such time as that diminution in value is replenished by additional security. It is also possible that the borrowing party and/or the approved intermediary may suddenly suffer severe business setback and become unable to honour its commitments. This, along with a simultaneous fall in value of collateral would render potential loss to the Scheme. Besides, there can also be temporary illiquidity of the securities that are lent out and the Scheme will not be able to sell such lent out securities until they are returned.

5. Risk associated with investment in Foreign Securities:

Subject to necessary SEBI/RBI and other statutory approvals and within the investment objectives of the Scheme, the Scheme may invest in rated foreign debt securities in countries with fully convertible currencies, with highest rating (foreign currency credit rating) by accredited/registered credit rating agencies, say A-1/AAA by Standard & Poor, P-1/AAA by Moody's, F-1/AAA by Fitch, IBCA etc. or in Government Securities where the countries are AAA rated or in units/securities issued by overseas mutual funds or unit trusts which invest in the aforesaid securities or are rated as mentioned above and are registered with overseas regulators. The above investments carry a risk on account of fluctuations in the foreign exchange rates, nature of securities market of the country, repatriation of capital due to exchange controls and political circumstances.

It is the AMC's belief that investment in Foreign Debt Securities offers new investment and portfolio diversification opportunities into multi-market and multi-currency products. However, such investments also entail additional risks. Such investment opportunities may be pursued by the AMC only if they are considered appropriate in terms of the overall investment objectives of the Scheme. Since the Scheme would invest only partially in Foreign Securities, there may not be readily available and widely accepted benchmarks to measure performance of the Scheme. To manage risks associated with foreign currency and interest rate exposure, the Fund may use derivatives for efficient portfolio management including hedging and in accordance with conditions as may be stipulated by SEBI/RBI from time to time.

Offshore investments will be made subject to any/all approvals, conditions thereof as may be required under the applicable laws and provided such investments do not result in expenses to the Fund exceeding the ceiling on expenses prescribed by and consistent with costs and expenses attendant to international investing. The Fund may, where necessary, appoint other intermediaries of repute as advisors, custodian/sub-custodians etc. for managing and administering such investments. The appointment of such intermediaries shall be in accordance with the applicable requirements of SEBI and within the permissible ceilings of expenses. The fees and expenses would illustratively include, besides the investment management fees, custody fees and costs, fees of appointed advisors and sub-managers, transaction costs and overseas regulatory costs.

Currency Risk is a form of risk that arises from the change in price of one currency against another. The exchange risk associated with a foreign denominated instrument is a key element in foreign investment. This risk flows from differential monetary policy and growth in real productivity, which results in differential inflation rates. The risk arises because currencies may move in relation to each other.

B. REQUIREMENT OF MINIMUM INVESTORS IN THE SCHEME

The Scheme/Plan shall have a minimum of 20 investors and no single investor shall account for more than 25% of the corpus of the Scheme/Plan(s). However, if such limit is breached during the NFO of the Scheme, the Fund will endeavour to ensure that within a period of three months or the end of the succeeding calendar quarter from the close of the NFO of the Scheme, whichever is earlier, the Scheme complies with these two conditions. In case the Scheme / Plan(s) does not have minimum of 20 investors in the stipulated period, the provisions of Regulation 39(2)(c) of the SEBI (Mutual Funds) Regulations would become applicable automatically without any reference from SEBI and accordingly the Scheme / Plan (s) shall be wound up and the units would be redeemed at the applicable NAV. The two conditions mentioned above shall also be complied within each calendar quarter, on an average basis, as specified by SEBI. If there is a breach of the 25% limit by any investor over the quarter, a rebalancing period of one month would be allowed and thereafter the investor who is in breach of the rule shall be given 15 days' notice to redeem his exposure over the 25 % limit. Failure on the part of the said investor to redeem his exposure over the 25 % limit within the aforesaid 15 days would lead to automatic redemption by the Mutual Fund on the applicable Net Asset Value on the 15th day of the notice period. The Fund shall adhere to the requirements prescribed by SEBI from time to time in this regard.

C. SPECIAL CONSIDERATIONS

Quantum Asset Management Company Private Limited (AMC) has received the No Objections from SEBI to provided Research Services in Equities and Fixed Income, and Research / Advisory Services in Multi Asset Allocation and Emerging Markets in the Alternative Investment field to Quantum Advisors Private Limited (Sponsor) and QIEF Management LLC (QIEF) on commercial basis.

The AMC is providing Research / Advisory Service in Equities to the Sponsor & QIEF and in Fixed Income to the Sponsor, which is non-binding and non-discretionary in nature and not in conflict of interest with the activities of Quantum Mutual Fund. QIEF use such services for categories of Foreign Portfolio Investors (FPI) as prescribed in the SEBI circular dated December 16, 2019 as amended from time to time. The AMC has process in place to prohibit access to inside information of various activities as envisaged under Regulation 24(b) of SEBI (Mutual Funds) Regulations, 1996 by segregating the Key Personnel, System and Back Office, Bank Account activity wise.

Mutual funds being vehicles of securities investments are subject to market and other risks and there can be no guarantee against loss resulting from investing in the Scheme. The various factors which impact the value of the Schemes' investments include, but are not limited to, fluctuations in the capital markets, fluctuations in interest rates, prevailing political and economic environment, changes in government policy, factors specific to the issuer of the securities, tax laws, liquidity of the underlying instruments, settlement periods, trading volumes, etc.

The past performance of the Sponsors and their affiliates/associates is not indicative of the future performance of the Scheme. Investment decisions made by the AMC may not always be profitable.

From time to time and subject to the Regulations, the Sponsors, the mutual funds and investment companies managed by them, their affiliates, their associate companies, subsidiaries of the Sponsors and the AMC may invest either directly or indirectly in the Scheme. The funds managed by these affiliates, associates, the sponsors, subsidiaries of the Sponsors and/or the AMC may acquire a substantial portion of the Scheme's Units and collectively constitute a major Investor in the Scheme. Accordingly, Repurchase/Redemption of Units held by such funds, affiliates/associates and Sponsors may have an adverse impact on the Units of the Scheme because the timing of such Repurchase/Redemption may impact the ability of the other Unitholders to redeem their Units.

Certain focus areas are already enjoying favourable tax treatment by Government of India and the Scheme may also receive favourable tax treatment in other focus areas. If these tax benefits are removed or amended, it is possible that the changes may have a material adverse impact on the companies' revenue and earnings.

The Trustee, AMC, Mutual Fund, their directors or their employees shall not be liable for any of the tax consequences that may arise, in the event that the Scheme is wound up for the reasons and in the manner provided for in the SAI.

Repurchase/Redemption by the Unitholder due to change in the fundamental attributes of the Scheme or due to any other reasons may entail tax consequences. The Trustee, AMC, Mutual Fund, their directors or their employees shall not be liable for any such tax consequences that may arise.

The tax benefits described in this SID are as available as on the date of issue of this SID under the present taxation laws and are available subject to relevant conditions. The information given is included only for general purpose and is based on advice received by the AMC regarding the law and practice currently in force in India and the Unitholders should be aware that the relevant fiscal rules or their interpretation may change. As is the case with any investment, there can be no guarantee that the tax position or the proposed tax position prevailing at the time of an investment in the Scheme will endure indefinitely. In view of the individual nature of tax consequences, each Unitholder is advised to consult his/her/their own professional tax advisor.

Unitholders in the Scheme are not being offered any guaranteed/assured returns and Investors are advised to consult their Legal/Tax and other Professional Advisors in regard to tax/legal implications relating to their investments in the Scheme and before making decision to invest in or Repurchase the Units.

Neither this SID nor the Units have been registered in any jurisdiction.

This SID is meant for circulation only in India and therefore has not been registered in any other jurisdiction. The distribution of this SID in certain jurisdictions may be restricted or totally prohibited due to registration requirements and accordingly, persons who come into possession of this SID are required to inform themselves about such regulations/restrictions and to observe any such restrictions and/or compliance requirements.

The information herein is not for distribution and does not constitute an offer to buy or sell or the solicitation of any offer to buy or sell any securities or financial instruments in the United States of America ("US"), Canada and in Countries which are non-compliant with FATF Agreements, to or for the benefit of United States persons as defined under the US Securities Act of 1933, as amended, persons residing in Canada and Countries which are non-compliant with FATF Agreements. Quantum Mutual Fund Schemes / Units are not registered under the US Securities Act 1933 and the Schemes / Units are offered and sold outside the US in reliance of the exemption available under the Regulations.

The AMC shall rely on confirmation given by the investor in this regard and in no event shall members of the Quantum Group and / or their directors, officers and employees be liable for any direct, indirect, special, incidental or consequential damages arising out of any false confirmation/information provided by investors (including false information/confirmation about their residential status).

No person has been authorised to issue any advertisement or to give any information or to make any representations other than that contained in this Scheme Information Document (SID). Circulars in connection with this offering not authorised by the Mutual Fund and any information or representations not contained herein must not be relied upon as having been authorised by the Mutual Fund.

Investors should study this SID carefully in its entirety and should not construe the contents hereof as advice relating to legal, taxation, investment or any other matters. Investors are advised to consult their legal, tax, investment and other professional advisors to determine possible legal, tax, financial or other considerations of subscribing to or repurchasing Units, before making a decision to invest/Repurchase Units.

The Mutual Fund may disclose details of the Unitholder's account and transactions thereunder to the Bankers / third party as may be necessary for the purpose of effecting payments to the Unitholder / verifying unitholder's account.

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 identifying and address(es) of investors.

If after due diligence, the AMC believes that any transaction is suspicious in nature as regards money laundering, failure to provide required documentation, information, etc., the AMC shall have absolute discretion to report such suspicious transactions to FIU-IND and / or to freeze the folios of the investor(s), reject any application(s) / allotment of units and effect mandatory redemption of unit holdings of the investor(s) at the applicable NAV subject to payment of exit load, if any.

In terms of Foreign Account Tax Compliance Act (FATCA), the AMC / Mutual Fund will be required to undertake due diligence process and identify US reportable accounts and collect such information / documentary evidences of the US and / or non-US status of its investors / Unit holders and disclose such information (through its agents or service providers) as far as may be legally permitted about the holdings, investment returns and / or to US Internal Revenue Service (IRS) or the Indian Tax Authorities, as the case may be for the purpose of onward transmission to the IRS under FATCA. The Government of India has signed IGA under FATCA and also Multilateral Competent Authority Agreement (MCAA) for Common Reporting Standard (CRS) implementation. Under the agreement, India would be obligated to get its financial institutions to share financial account information of accountholders who are tax residents in any of the signatory countries. Likewise, India would also get similar information through financial institutions of such treaty countries. FATCA / CRS due diligence will be directed at each investor / Unit holder (including joint investor) and on being identified as a reportable person / specified US person, all the folios will be reported to IRS or the Indian Tax Authorities. Investors / Unit holders should consult their own tax advisors regarding FATCA / CRS requirements with respect to their own situation. If the Investors / Unit Holders will not provide the FATCA / CRS self-declaration and documentation for due diligence, then the AMC / Mutual Fund will freeze / close the investor / unitholders account and then report their information as reportable accounts to comply with the regulatory requirements.

Pursuant to Notification No. S.O. 4419(E) dated December 10, 2019, Notification No. S. O. 115(E) dated January 08, 2020, Notification No. S.O. 1226(E) and G.S.R. 226(E) dated March 30, 2020 issued by Department of Revenue, Ministry of Finance, Government of India, read with Part I of Chapter IV of Notification dated February 21, 2019 issued by Legislative Department, Ministry of Law and Justice, Government of India, the stamp duty @0.005% or other % as may be prescribed from time to time of the transaction would be levied on applicable mutual fund transactions (excluding redemption) with effect from July 01, 2020, Accordingly, pursuant to the levy of stamp duty, the number of units allotted on purchase transactions (including switch in and Reinvestment of Income Distribution Cum Capital Withdrawal) to the unitholders would be reduced to that extent.

D. DEFINITIONS

In this Scheme Information Document, the following words and expressions shall have the meaning specified herein, unless the context otherwise requires:

<p>“AMC” or “Asset Management Company” or “Investment Manager”</p>	<p>Quantum Asset Management Company Private Limited, incorporated under the provisions of the Companies Act, 1956 and approved by the Securities and Exchange Board of India to act as the Asset Management Company for the Scheme(s) of Quantum Mutual Fund.</p>
<p>“Applicable NAV”</p>	<p>The Net Asset Value applicable for Redemptions / Repurchase / Switches etc., based on the Business Day and relevant cut-off times on which the application is accepted at the official point of acceptance.</p>
<p>Application Form / Key Information Memorandum</p>	<p>A form meant to be used by an investor to open a folio and Purchase Units under the Scheme offered under this Scheme Information Document.</p>
<p>“Business Day”</p>	<p>A day other than:</p> <ul style="list-style-type: none"> i. Saturday and Sunday; or ii. A day on which the banks in Mumbai and / RBI are closed for business /clearing; or iii. A day on which the Stock Exchange, Mumbai and / or National Stock Exchange are closed; or iv. A day, which is a public and /or bank holiday at an Investor Service Centre (ISC) where the application is received; or v. A day on which Sale and Repurchase of Units is suspended by the AMC; or vi. A day on which normal business cannot be transacted due to storms, floods, bandhs, strikes or such other events as the AMC may specify from time to time. vii. A day on which the money markets are closed / not accessible. <p>The AMC reserves the right to declare any day as a Business Day or otherwise at any or all ISCs.</p>
<p>"Business Hours"</p>	<p>Presently 9.30 a.m. to 6.00 p.m. on any Business Day or such other time as may be decided by the Asset Management Company from time to time and the same may be different for different ISCs.</p>
<p>“Call Money Market”</p>	<p>Call Money Market refers to the market for short term funds ranging from overnight funds to a maximum tenor of 14 days.</p>
<p>“Call money/Money at Call”</p>	<p>Refers to the money invested by the Funds in the overnight Money Market, subject to necessary regulatory approvals.</p>

“Certificate of Deposits” or “CD’s”	CD’s are short term borrowings by banks. CD’s can be issued for maturities between 7 days up to a year from the date of issue.
“Commercial Paper “ or “CP’s”	CP’s are short term instrument to enable non-banking companies to borrow funds for the short term. It is an unsecured money market instrument issued in the form of promissory note. CP’s can be issued for maturities between 7 days up to a year from the date of issue.
“Corporate Debt Securities”	(Bonds and Debentures) - Debt securities issued by the corporates. It can be further classified into bonds/debentures issued by the public sector and private sector companies.
“Consolidated Account Statement (CAS)”	Consolidated Account Statement is a statement containing details relating to all the transaction across all schemes of all mutual funds viz. purchase, redemption, switch, payout of IDCW, reinvestment of IDCW, systematic investment plan, systematic withdrawal plan, systematic transfer Plan, total purchase value / cost of investment, actual commission paid, scheme’s average Total Expense Ratio etc.
“Custodian”	A person who has been granted a certificate of registration to carry on the business of custodian of securities under the Securities and Exchange Board of India (Custodian of Securities) Regulations 1996, which for the time being is Deutsche Bank A.G., Mumbai.
“Depository”	A body corporate as defined in the Depositories Act, 1996 and includes National Securities Depository Limited (NSDL) and Central Depository Systems Limited (CDSL).
“Depository Participant”	A person registered as such under sub-section (1A) of section 12 of the Securities and Exchange Board of India Act, 1992.
“Direct Plan”	A plan for investors who wish to invest in units of the Scheme directly with the Fund and not through Distributors. This plan shall have a lower expense ratio excluding distributor expense; commission etc. and no commission shall be paid / charged for distribution of units under the Direct Plan.
“Entry Load” or “Sales Load”	One time charge that investors pay at the time of entry into the Scheme. Presently, entry load cannot be charged by mutual fund schemes.
“Exit Load” or “Repurchase Load” or “Redemption Load”	Load on Repurchase / Redemption / Switch out of Units.
“FATCA”	Foreign Account Tax Compliance Act (FATCA) is a legislation to help counter tax evasion in the United States. FATCA has been introduced by the United States Department of Treasury and the U.S. Internal Revenue Service to encourage better tax compliance by preventing U.S. Persons from using banks and financial institutions to avoid U.S. taxation on their global income and assets. FATCA legislation will affect both individual and non-individual investors who are treated as 'U.S. Person' for US tax purposes.
"Foreign Portfolio Investor" or "FPI"	FPI means a person who satisfies the eligibility criteria prescribed under Regulation 4 and has been registered under Chapter II of Securities and Exchange Board of India (Foreign Portfolio Investors) Regulations, 2014.

	Any foreign institutional investor or qualified foreign investor who holds a valid certificate of registration shall be deemed to be a foreign portfolio investor till the expiry of the block of three years for which fees have been paid as per the Securities and Exchange Board of India (Foreign Institutional Investors) Regulations, 1995.
"Floating rate Instruments"	Floating rate instruments are debt/money market instruments, with interest rates that are re-set periodically. The periodicity of interest reset could be daily, monthly, annually, or any other periodicity that may be mutually agreed between the issuer and the Fund.
"G-secs" or "Government Securities"	Debt Securities issued by the Central Government.
"Investment Management Agreement"	The Investment Management Agreement dated October 07, 2005 entered into between Quantum Trustee Company Private Limited and Quantum Asset Management Company Private Limited, as amended from time to time.
"Investor Service Centres" or "ISCs" or "Official Points of acceptance of transactions"	Office of Quantum Asset Management Company Private Limited or designated branches of KFin Technologies Limited (KFinTech), Points of Service Locations (PSL) of MF Utilities India Private Limited and such other centres/offices as may be designated by the AMC from time to time. All these locations are official points of acceptance of transactions and cut-off time as mentioned in the SID shall be reckoned at these official points.
"Load"	A charge that may be levied as a percentage of NAV at the time of entry into the scheme or at the time of exit from the scheme.
"MIBOR or "Mumbai Inter Bank Offer Rate"	MIBOR is a polled reference rate for 1 day, 14 days, 1 month and 3 months published by NSE and the Fixed Income Money Market and Derivatives Association of India daily.
"Money Market Instruments"	Commercial papers, Commercial Bills, Treasury Bills, Government securities having an unexpired maturity upto one year, call or notice money, certificate of deposit, usance bills, and any other like instruments as specified by the Reserve Bank of India from time to time.
"Mutual Fund" or "the Fund"	Quantum Mutual Fund, a trust set up under the provisions of the Indian Trusts Act, 1882 and registered with SEBI under the Securities and Exchange Board of India (Mutual Funds) Regulations, vide Registration No. MF/051/05/02 dated December 02, 2005.
"NAV" or "Net Asset Value"	Net Asset Value per Unit of the Scheme, calculated in the manner described in this SID or as may be prescribed by the SEBI Regulations from time to time.
"NRE Account"	Non-Resident External Rupee Account.
"NRI"	A Non Resident Indian (NRI) is a person resident outside India, who is a citizen of India or is a person of Indian origin.
"NRO Account"	Non-Resident Ordinary Rupee Account.
"NRSR Account"	Non-Resident Special Rupee Account.

“Open Ended Scheme”	Scheme of a mutual fund, which offers Units for sale without specifying any duration for, Redemption / Repurchase.
“Options”	The scheme offer three options : 1. Growth Option; 2. Daily Reinvestment of Income Distribution cum Capital Withdrawal (IDCW) Option.; and 3. Monthly Income Distribution cum Capital Withdrawal Option.
“RBI”	Reserve Bank of India, established under the Reserve Bank of India Act, 1934.
“Registrar and Transfer Agent” or “RTA”	KFin Technologies Limited (KFinTech) registered under the SEBI (Registrars to an Issue and Share Transfer Agents) Regulations 1993, currently acting as the registrar to the Scheme or any other registrar appointed by the AMC from time to time.
"Regular Plan"	A plan for investors who wish to invest in units of the Scheme through Distributors and not directly with the Fund.
“Repurchase / Redemption”	Repurchase / Redemption of Units of the Scheme as permitted.
“Sale / Subscription”	Sale or allotment of Units to the Unitholder upon subscription by the investor / applicant under the Scheme.
“Scheme” or “Quantum Liquid Fund” or “QLF”	Quantum Liquid Fund, (including, as the context permits, all the Plan(s) and Option(s) under the Scheme).
“Scheme Information Document” (SID)	This document issued by Quantum Mutual Fund, for inviting subscription to Units of Quantum Liquid Fund, as amended from time to time in compliance with the SEBI Regulations.
“SDL”	Debt securities issued by State governments or Union Territories
“SEBI”	Securities and Exchange Board of India, established under the Securities and Exchange Board of India Act, 1992.
“SEBI Regulations” or “Regulations”	Securities and Exchange Board of India (Mutual Funds) Regulations, 1996, as amended from time to time.
“Securitized Debt Instruments”	Securitized Debt Instruments are Instruments where the underlying assets are receivables arising from automobile loans, personal loans, loans against consumer durables, loans backed by mortgage of residential/commercial properties etc.
“Short term debt instruments”	Debt instruments which have residual maturity of less than 1 year.
“Sponsor” or “Settlor”	Quantum Advisors Private Limited.
“Statement of Additional Information (SAI)”	The Statement of Additional Information (SAI) contains details of the Mutual Fund, its constitution, and certain tax, legal and general information. It is incorporated by reference and is legally a part of the SID.

“Stock Exchanges”	BSE Limited or The National Stock Exchange of India Limited.
“Switch” or “Lateral Shift”	Repurchase / Redemption of a unit in any Scheme (including the Plans/Options therein) of the Mutual Fund against purchase of a unit in another Scheme (including the plans/options therein) of the Mutual Fund, subject to completion of lock-in period, if any, of the units of the Scheme(s) from where the units are being switched and applicable load structure.
“Systematic Investment Plan” or “SIP”	A plan enabling investors to save and invest in the Scheme on monthly / fortnightly / weekly / daily basis by submitting post-dated cheques / payment instructions.
“Systematic Transfer Plan” or “STP”	A plan enabling investors to transfer a fixed amount at daily / weekly / monthly/ quarterly intervals into other schemes of Quantum Mutual Fund.
“Systematic Withdrawal Plan” or “SWP”	A plan enabling investors to withdraw sums from their unit accounts in the Scheme at periodic intervals.
“Tri –party Repo”	Tri-party repo trade settlement, is a type of repo contract where a third entity (apart from the borrower and lender), called a Tri-Party Agent, acts as an intermediary between the two parties to the repo to facilitate services like collateral selection, payment and settlement, custody and management during the life of the transaction.
“Treasury Bills” or “T-Bills”	T-Bills are short term debt instruments issued by Central Government. Currently Treasury Bills are issued with-91 day, 182 day and 364 day maturity period.
“Trustee”	Quantum Trustee Company Private Limited incorporated under the provisions of the Companies Act, 1956 and approved by SEBI to act as Trustee to the Schemes of Quantum Mutual Fund.
“Trust Deed”	The Trust Deed dated October 07, 2005 made by and between the Sponsor and Quantum Trustee Company Private Limited (“Trustee”), as amended from time to time, establishing an irrevocable trust, called Quantum Mutual Fund.
“Trust Fund”	Amounts settled/contributed by the Sponsors towards the corpus of the Quantum Mutual Fund and additions/ accretions thereto.
“Unit”	The interest of the Unitholder which consists of each Unit representing one undivided share in the assets of the Scheme.
“Unitholder” or “Investor” or ‘Client”	A person holding Units in the Scheme of the Quantum Mutual Fund offered under this SID.

Interpretation

For all purposes of this SID, except as otherwise expressly provided or unless the context otherwise requires:

- The terms defined in this SID include the plural as well as the singular.
- Pronouns having a masculine or feminine gender shall be deemed to include the other.

E. DUE DILIGENCE BY THE ASSET MANAGEMENT COMPANY

A Due Diligence Certificate, duly signed by the Compliance Officer of Quantum Asset Management Company Private Limited, has been submitted to SEBI which reads as follows:

DUE DILIGENCE CERTIFICATE

It is confirmed that:

- i.** The Scheme Information Document (SID) forwarded to SEBI is in accordance with the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 and the guidelines and directives issued by SEBI from time to time.
- ii.** All legal requirements connected with the launching of the Scheme as also the guidelines, instructions, etc. issued by the Government of India and any other competent authority in this behalf, have been duly complied with.
- iii.** The disclosures made in the Scheme Information Document (SID) are true, fair and adequate to enable the Investors to make a well-informed decision regarding investments in the Scheme.
- iv.** KFin Technologies Limited - Registrar & Transfer Agent and Deutsche Bank A.G. - Custodian are registered with SEBI and their registration is valid as on date.

for **Quantum Asset Management Company Private Limited**

Place: Mumbai
Date: April 29, 2022

Sd/-
Malay Vora
Head Legal & Compliance

A. TYPE AND CATEGORY OF THE SCHEME

- a. Type of Scheme: An Open-ended Liquid Scheme. A relatively low interest rate risk and relatively low credit risk.
- b. Category of Scheme: Liquid Fund

B. WHAT IS THE INVESTMENT OBJECTIVE OF THE SCHEME?

The primary investment objective of the Scheme is to provide optimal returns with low to moderate levels of risk and high liquidity through judicious investments in money market and debt instruments.

C. HOW WILL THE SCHEME ALLOCATE ITS ASSETS?

The investment policies of the Scheme shall be as per SEBI (Mutual Funds) Regulations, 1996, and within the following guideline. The asset allocation under the Scheme, under normal circumstances, will be as follows:

Instruments	Indicative Allocation (% of Net Assets)	Risk Profile
Money Market Instruments and other short term debt instruments with maturity / residual maturity upto 91 days	100%	Low to medium

Note:

- a. Debt instruments may include investments in securitised debt instruments upto 40% of the Net Assets of the Scheme.
- b. The Scheme may also invest in foreign securities subject to the limits as may be applicable to mutual funds from time to time under various regulations and also under FEMA or such other laws as may be applicable.

The Scheme shall hold at least 20% of their net assets in liquid assets. For this purpose, 'liquid assets' shall include Cash, Government Securities, T-bills and Repo on Government Securities.

The Scheme will comply with the SEBI circular dated January 19, 2009 and September 20, 2019

The above asset allocation is only indicative and may change from time to time, keeping in view the market conditions and applicable rules and regulations.

COMPARISON OF EXISTING OPEN ENDED DEBT SCHEME

Name of the Scheme	Asset Allocation Pattern		Primary Investment Pattern	Differentiation	AUM Rs. in Crore (As on March 31, 2022)	No. of Folios (As on March 31, 2022)
Quantum Dynamic Bond Fund	Type of instruments	Normal Allocation (% of Net Assets)		To generate income and capital appreciation through active management of portfolio consisting of short term and long term debt and money market instrument.	85.44	1,617
		Minimum Allocation (% of Net Assets)	Maximum Allocation (% of Net Assets)			
	Government Bond / Bill	25%	100%			
	PSU Bond	0%	50%			
	Certificate of Deposits/ Commercial Paper/ Short Term Debt Instrument	0%	75%			
Tri- Party Repo / Repos	0%	100%				

CHANGE IN THE INVESTMENT PATTERN

Subject to the SEBI Regulations & rebalancing period of 30 days, the asset allocation pattern indicated above may change from time to time, depending on liquidity considerations or on account of high levels of subscriptions or Repurchase / Redemptions relative to Scheme size, or upon considerations that optimize returns of the Scheme through investment opportunities or upon various defensive considerations including market conditions, market opportunities, applicable regulations and political and economic factors. It must be clearly understood that the percentages stated above are only indicative and not absolute. These proportions may vary substantially depending upon the perception of the AMC the intention being at all times to seek to protect the interests of the Unitholders. Such changes in the investment pattern will be for short term and only for defensive considerations. In the event of deviations from the above asset allocation table, the Fund Manager will endeavor to carry out rebalancing within 30 Days, justification for the same shall be placed before the Investment Committee and reasons for the same shall be recorded in writing. The Investment Committee shall then decide on the course of actions. However, at all the times the portfolio will adhere to the overall investment objectives of the Scheme.

In case of deviation from the above stated allocation table due to passive breaches (occurrence of instances not arising out of commission and omission of the AMC), the rebalancing will be done within 30 Business Days. If the rebalancing is not done within 30 Business Days, then justification in writing, including details of efforts taken to rebalance the portfolio shall be placed before the Investment Committee. The Investment Committee if so desires, can extend the timeline upto 60 Business Days from the date of completion of mandated 30 days rebalancing period.

D. WHERE WILL THE SCHEME INVEST?

The Scheme may invest in the following asset classes:

(a) Debt and Money Market Instruments.

The fund would be invested in the following debt and money market instruments will include but not restricted to:

1. Commercial Papers
2. Certificate of Deposits
3. Treasury Bills
4. Securities issued by Central and State Government
5. Repos/reverse repos in securities issued by central government and state government securities
6. Securities guaranteed by the Central and State Government
7. Corporate Debt securities
8. Debt obligations of banks and financial institutions
9. Fixed Deposits issued by scheduled commercial banks
10. Bills of Exchange issued by scheduled commercial banks
11. Tri-Party Repo (TREPs)
12. Securitized debt instruments
13. MIBOR related instruments
14. Pass through, pay through or other participation certificates representing interest in a pool of assets
15. The non-convertible part of convertible securities
16. Usance, trade and commercial bills accepted/co-accepted by banks
17. Any international fixed income instrument as permitted by SEBI/RBI from time to time with highest rating in countries with fully convertible currencies
18. Investments in overseas mutual funds or unit trusts which invest in the permitted foreign debt securities or the permitted foreign government securities or which are rated and registered with overseas regulators
19. Derivative instruments like Interest rate swaps, forward rate agreements and such other derivative instruments as are permitted by SEBI/RBI.

The above list is not exhaustive and may include any other instrument as Mutual Fund may be permitted by SEBI/RBI/such other regulatory authority from time to time.

Investments may be in listed and unlisted instruments, through secondary market purchases, initial public offers (IPO's), other public offers, private placements, rights offers, negotiated deals etc., as may be permitted under SEBI Regulations.

Investments in corporate commercial papers, debentures and bonds will usually be in instruments which have been assigned investment grade ratings by an approved rating agency. The instruments may be rated/unrated or listed/unlisted.

Investments in unrated securities will be made subject to SEBI Regulations and with the prior approval of the Trustee and the Board of Directors of Quantum AMC and within the parameters laid down by the Board of Directors of the AMC & Trustee.

The Scheme may also enter into repurchase and reverse repurchase obligations in all securities held by it as per the guidelines and regulations applicable to such transactions.

The Scheme may invest a part of the portfolio in various debt securities issued by corporates and/or state and Central Government. Such government securities may include securities which are supported by the ability to borrow from the Treasury or supported only by India's sovereign guarantee or of the state government or supported by GOI/State Government in some other way.

If the Scheme decides to invest in securitised debt, such investments will not exceed 40% of the corpus of the scheme. In case of investments in mortgaged backed securities, it shall be ensured that these securities have a credit rating of not below the investment grade and represent investments in real estate mortgages and not directly in real estates.

If the Scheme invests in foreign debt securities, it shall ensure that such investments are made in rated securities in countries with fully convertible currencies, with highest rating (foreign currency credit rating) by accredited/registered credit rating agencies, say A-1/AAA by Standard & Poor, P-1/AAA by Moody's, F-1/AAA by Fitch, IBCA etc. subject to the limits as permitted under law from time to time. The Scheme may also invest in Government Securities where the countries are AAA rated. If the Scheme decides to invest in Units/securities issued by overseas mutual funds or unit trusts it shall be ensured that the Scheme invests only in those Units/securities issued by overseas mutual funds or unit trusts which invest in the aforesaid foreign debt securities or are rated as mentioned above and are registered with overseas regulators. Such investments in foreign debt securities and Units/securities issued by overseas mutual funds or unit trusts in the aggregate will not, exceed 10% of the assets of the Scheme and shall be subject to limits prescribed under the SEBI Regulations as mentioned in under the head "Policy on Investment in Foreign Securities".

GUIDELINES FOR INVESTMENTS IN SECURITIZED DEBT:-

1. Rationale for investment in securitised debt and how the risk profile of securitised debt fits into the risk appetite of the Schemes

Based on the investment objective of Quantum Liquid Fund, the investment strategy is aligned to provide high liquidity, safety of capital and optimal returns.

Investments in securitized debt may not be highly liquid, but investment in good asset pools do offer exposure to high quality, diversified credit exposures with an opportunity of higher yield to the overall portfolio.

Investments in securitized debt would thus fit into the risk profile of the fund, if judiciously chosen and aligned with asset/liability profile of the fund. The fund would invest in securitized of maturity with 91 days or less

2. Policy relating to originators based on the nature of the originator, track record, NPAs, losses in earlier securitized debt, etc

The fund management would look into the following parameters before selecting a securitized debt structure for investment. The team would also prepare a credit note highlighting the same.

- Any exposure to a securitized debt would be only of an originator who is on the approved list of investments.
- Originator business profile, management, origination process
- Track record of asset quality of originator, track record of previous securitized portfolios, collection efficiency, cash collateral and utilization.
- Review of the proposed pool initially on pool characteristics with respect to asset quality, seasoning, collaterals, liquidity provisions and risk mitigation and on an on-going basis to assess pool performance and likely default scenarios.
- Rating rationales and discussion with rating agencies on pool specifics

3. Risk mitigation strategies for investments with each kind of originator

The fund would invest in securitized debt of only those originators who have been approved from a credit exposure perspective by the Investment Committee.

- Investments would be made only in the top rated pool – the pool which has rating equivalent of ‘highest safety with regards to payment of interest and principal’
- Investments in a single pool would not be more than 5% of net assets of the scheme.
- Overall investments in an originator (direct investments and securitized assets) would be capped at 25% of net assets.
- On an aggregate basis, the scheme would not invest more than 40% of its net assets in securitized debt.

4. The level of diversification with respect to the underlying assets, and risk mitigation measures for less diversified investments / Minimum retention period of the debt by originator prior to securitization / Minimum retention percentage by originator of debts to be securitized

Since the Quantum Liquid fund invests in only short term assets of upto 91 days in maturity, the investments in securitized debt would also be for a similar maturity. Thus, we envisage that majority of investments would be in Interest only Strips of various assets classes of 91 days and less maturity, shorter tenor securitized debt and/or investments in securitized debt structures of corporate (Single loan sell downs)

For investments in Asset backed Security and unsecured pools, we have the following criteria

Pool Characteristics	Commercial Vehicle/ Construction Equipment	Car Loans	2 Wheeler Loans	Personal Loans/ Micro Finance
Approximate Average Maturity of the pool	12-60 months	12-60 months	12-60 months	Weeks to 3 years
Minimum Cash Collateral required for investment (all included)	5%	4%	5%	6-9% depending on the nature of pool
Max Loan to Value of the pool	90%	95%	90%	Un secured
Minimum Seasoning/ Retention required	3-6 months	3-6 months	3-6 months	At least a third of the average pool maturity
Maximum Single Loan Exposure	5%	5%	5%	3%

For investments in single loan sell downs, it is akin to an investment in any other instrument of the borrower/originator. The usual approach of rigorous proprietary research along with rating outlooks would be utilized before taking exposure to Single loan sell down structures.

The minimum retention is however also subject to RBI guidelines.

5. The mechanism to tackle conflict of interest when the mutual fund invests in securitized debt of an originator and the originator in turn makes investments in that particular scheme of the fund

Investments made by the fund in a securitized structure would be based only on the guidelines and investment philosophy as laid above and in general as followed by the fund management team. Every investment is made with objectives which are consistent with the intended risk/reward profile of the fund. At no point, would investment decisions be guided by reciprocal arrangements of investments into the schemes managed by the fund house.

If an originator, in whose securitized debt the fund schemes have invested, invests into those schemes, the fund house undertakes to make relevant disclosures as required by any policy as stated by SEBI from time to time.

6. In general, the resources and mechanism of individual risk assessment with the AMC for monitoring investment in securitized debt

The credit research analyst along with the assistance of the fund manager would track the pool performance on an ongoing basis. Relevant investor disclosures made by the servicer / trust would be used to monitor performance. Periodic updates by rating agencies and discussion with their analysts would also help monitor the performance of the instrument and mitigate risks affecting the fund performance.

Investors may please note that the above laid down guideline is based on internal investment policy and this may change from time to time based on changes in market conditions, regulatory changes, change in scheme investment objective and on other relevant factors.

E. WHAT ARE THE INVESTMENT STRATEGIES?

Investment Strategy:

The primary investment objective of the Scheme is to provide optimal returns with low to moderate levels of risk and high liquidity through judicious investments in money market and debt instruments.

The fund management team would endeavor to maintain consistent performance in the Scheme by balancing yields and safety as well as maintaining high liquidity.

Various risks carried by debt investments such as Interest Rate Risk, Liquidity Risk, default Risk, etc. cannot be eliminated, but can be minimized by diversification and hedging.

The fund management team has a Dynamic Model in place to balance and minimize the various risks in the debt markets.

The fund management team would actively track the local interest rate markets as well as the developments in global markets and accordingly rebalance the portfolio of the Scheme.

The investment objective would be achieved in the following order of priority:

- **Legality & compliance** – Ensuring that the portfolio is at all times completely compliant with all rules and regulations – internal and external.
- **Portfolio Liquidity** – Ensuring that the Portfolio can be liquidated at minimal impact cost to the investors.
- **Capital Preservation** – Ensuring that the investments are made in a manner to minimize market risks and choosing securities which have low default / Downgrade risk.

- **Yield and Return Enhancement** – After meeting the above objectives, the rigorous and in-depth research and analysis of the macro economic situation and fixed income markets should provide for timely investment opportunities which enhance the total returns for an investor – on a risk adjusted basis.

The overall Investment strategy revolves around the above laid down Investment Objectives as investors in a Liquid Fund seek optimal deployment of their surplus funds. Although the investment pattern for the scheme is for short term instruments, the research and analysis on the macro economy situation is carried out for short term as well as for a more structural and longer term horizon – so as to ensure that the portfolio investments are well positioned for all eventual and likely scenarios.

Thus, this dynamic combination of a rigorous top down macro economy and fixed income research and emphasis on Portfolio liquidity and capital preservation is expected to offer risk adjusted returns.

INVESTMENT PROCESS AND RECORDING OF INVESTMENT DECISIONS

INVESTMENT PROCESS

The fund management process is Committee driven. The Investment Committee has been constituted comprising of Managing Director & Chief Executive Officer, Chief Investment Officer, Fund Managers, Head of Compliance, Head of Operations and Risk Officer.

The Committee would oversee and review the investment process on an ongoing basis. All the statutory regulations including the SEBI & RBI Act, Regulations, guidelines and circulars issued from time to time would be adhered to. The investment decisions of the Scheme will be carried out by the Designated Fund Manager.

The performance of the Scheme would be periodically reviewed by the Board of Directors of the AMC & the Trustee.

A comprehensive Investment & Risk Policy and Procedures for investment in Fixed Income instruments has been put in place which governs the Investment Process. The Investment process is systematic, disciplined and research driven.

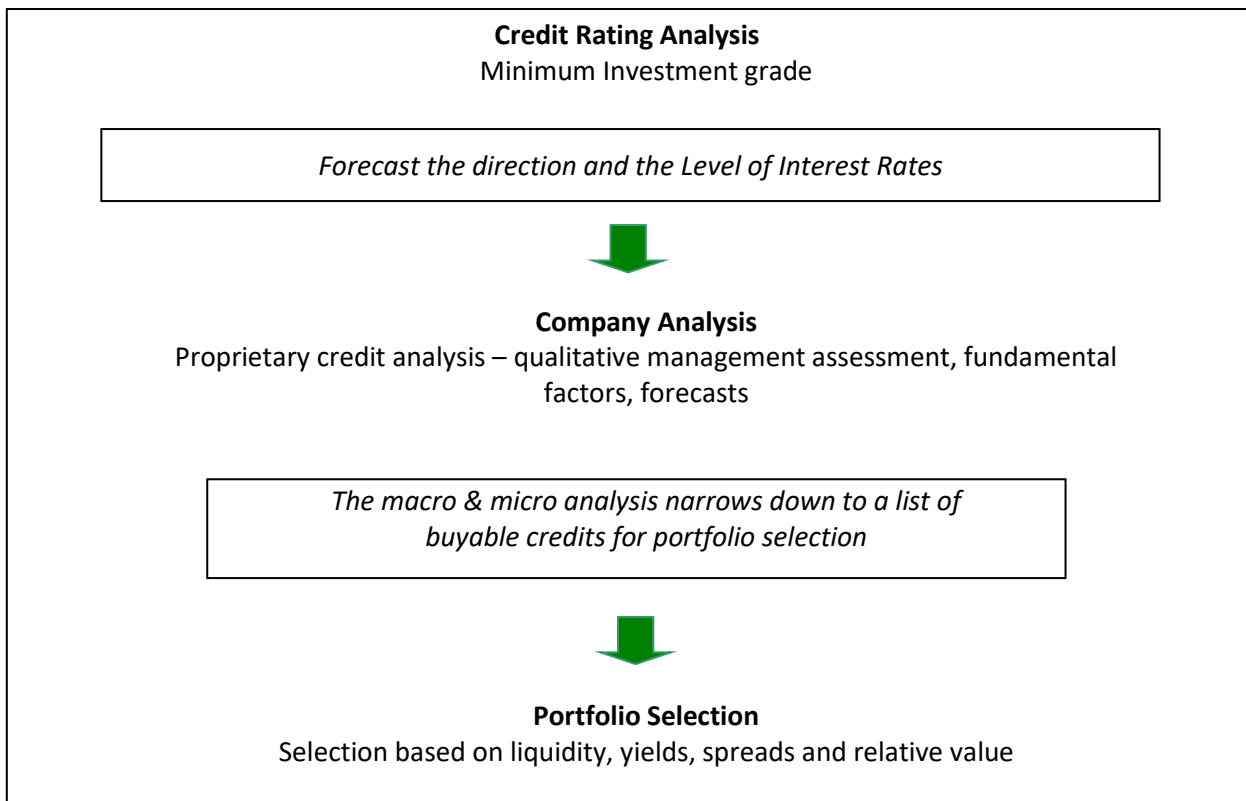
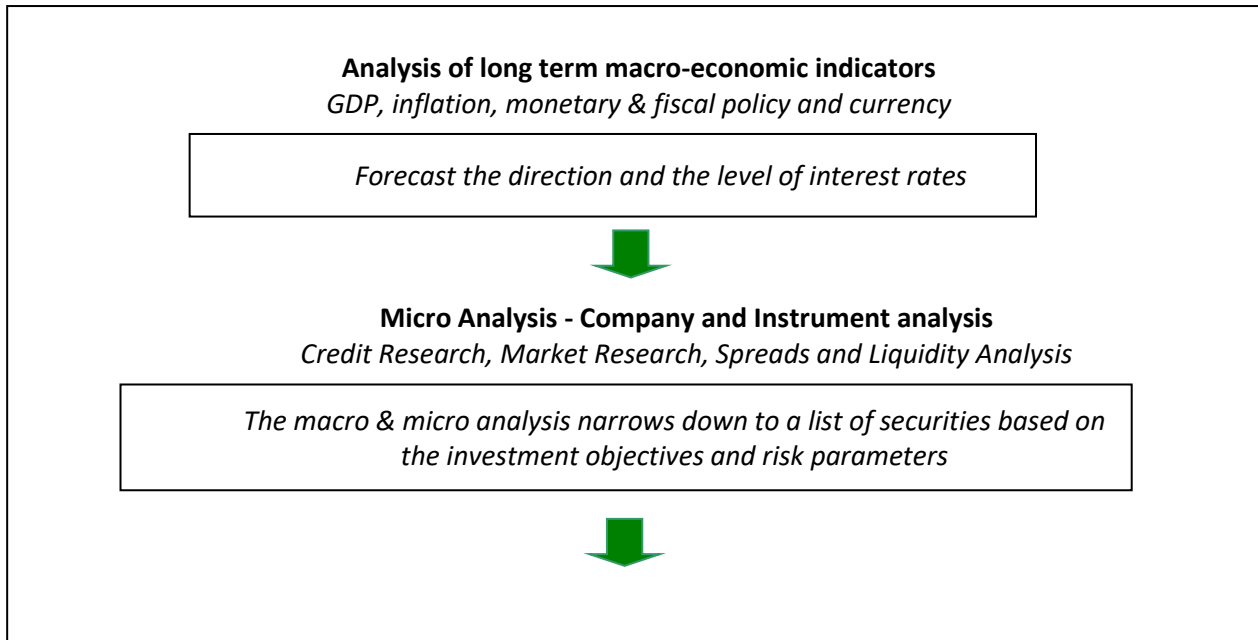
The investment decisions of the Scheme will be carried out by the Designated Fund Manager.

The Investment process is systematic, disciplined and research driven.

All the investment decisions are arrived at after using a well-researched Top-Down approach carried out by the Fund Manager- Fixed Income. Investments in unrated instruments will be made with prior approval of the Board of AMC and Trustee.

Compliance of the scheme objectives and various risk and regulatory aspects are the building blocks of the process.

The research process combines the macro factors (broad economy) and micro factors (security level) for investment decisions. A brief description of the Top Down approach is as follows:



PORTFOLIO CONSTRUCTION:

The fund follows a top down (Macro → Micro) approach to build its portfolio. The fund management team takes a view on the direction of interest rates on the basis of its analysis of long term factors and on the choice of security based on its micro analysis.

Thus the macro and micro investment analysis leads to an efficient portfolio with regard to the following aspects:

- Maturity profile
- Credit quality
- Spread differential to its benchmark
- Liquidity
- Holding period
- Risk Profile (Average Maturity, Modified Duration)

RISK CONTROL / RISK MANAGEMENT STRATEGY

Risk is an important part of the investment functions. Effective Risk Management is critical to Fund Management for achieving financial goals. Investments made by the Scheme shall be made in accordance with Investment Objective of the Scheme and provisions of SEBI (Mutual Funds) Regulations.

The Fund has identified the following Risks and designed Risk Management Strategies which is the part of the Investment Process to manage such risks.

Types of Risk	Risk Management Strategies
Interest Rate Risk	<p>Measured through Average Maturity Duration / Portfolio Sensitivity to interest rate changes.</p> <p>The investment is made only in shorter tenor instruments (< 91 days) and has low duration and is thus exposed to lower market risks.</p>
Credit and Default Risk	<p>Measured through Portfolio credit quality.</p> <p>The Scheme is mandated to invest a minimum of up to 80% in instruments with the highest credit rating as given by a SEBI registered credit rating agency which helps maintain good portfolio quality.</p>
Liquidity Risk	<p>Measured through Trading Data / Portfolio Liquidity Report.</p> <p>The Scheme caps the illiquid assets as a % of portfolio to ensure that the fund remains liquid to meet redemptions.</p>
Mismatch Risk / ALM (Asset Liability mismatch) Risk (Investor horizon and asset maturity mismatch)	<p>Measured through ALM Report.</p> <p>The scheme shall hold minimum 20% of Net assets in 'liquid assets' like cash, Treps, government securities etc. in accordance with SEBI Guidelines.</p> <p>The Fund has a well laid down ALM and Liquidity Risk Management policy which ensures that the portfolio holds sufficient liquid assets to meet potential redemption at any given point of time.</p>

RECORDING OF INVESTMENT DECISIONS

The Fund Manager for the Scheme is responsible for making buy/sell decisions in respect of the securities. The investment decisions are made on a daily basis keeping in view inflows/outflows into the scheme, the market conditions, research reports and all other relevant aspects.

The Managing Director & Chief Executive Officer is not involved in the investment decision making process.

Record of all investment decisions will be maintained with justifications for the same as required under the regulations.

It is the responsibility of the AMC to ensure that the investments are made as per the internal / Regulatory guidelines, Scheme's investment objective and in the best interest of the Unit holders of the Scheme.

All investment decisions shall be recorded in terms of SEBI Circular no MFD/CIR/6/73/2000 dated July 27, 2000 or as may be revised by SEBI from time to time.

PORTFOLIO TURNOVER

Portfolio turnover in the Scheme will be a function of market opportunities. The economic environment changes on a continuous basis and exposes debt portfolio to systematic as well as non-systematic risk. The Scheme being an open-ended Scheme, it is expected that there would be a number of subscriptions and redemptions on a daily basis. Consequently, it is difficult to estimate with any reasonable measure of accuracy, the likely turnover in the portfolio. The Investment Manager will endeavour to optimize portfolio turnover to optimize risk adjusted return keeping in mind the cost associated with it. A high portfolio turnover rate is not necessarily a drag on portfolio performance and may be representative of arbitrage opportunities that exist for scrips/securities held in the portfolio rather than an indication of a change in AMC's view on a security, etc.

The fund management Team would strive to keep the portfolio turnover at lower levels, but would take advantage of trading opportunities in the markets.

PERFORMANCE MEASUREMENT AND REPORTING

The Investment Committee of the AMC at its regular meeting shall review performance of the Scheme, compliance of the various investment restrictions and compliance with the investment objectives stipulated in the Scheme Information Document and all other applicable SEBI Regulations. The AMC and Trustees shall also review the performance of the scheme at their periodical Board Meetings. The performance would be compared with the performance of the Benchmark and with peer group in the industry.

The MD & CEO/Fund Manager will make presentations to the Board of the AMC and the Trustees periodically, indicating the performance of the Scheme. The Board of AMC and Trustee will review the performance of the Scheme in comparison to the benchmark.

The MD & CEO / Fund Manager will bring to the notice of the AMC Board, specific factors if any, which are impacting the performance of the Scheme. The Board on consideration of all relevant factors may, if necessary, give appropriate directions to the AMC. Similarly, the performance of the Scheme will be submitted to the Trustees. The MD & CEO/Fund Manager will explain to the Trustees, the details on the Schemes' performance vis-à-vis the benchmark returns. The Trustees and the AMC Board may also review the performance of the schemes vis-à-vis the benchmark and may take corrective action in case of unsatisfactory performance.

The Portfolio Turnover Ratio for last one year: Not Applicable

INVESTMENT BY AMC IN THE SCHEME

The AMC may invest in the Scheme at any time during the continuous offer period subject to the SEBI Regulations & circulars issued by SEBI and to the extent permitted by its Board of Directors from time to time. As per the existing SEBI Regulations, the AMC will not charge investment management and advisory fee on the investment made by it in the Scheme.

F. FUNDAMENTAL ATTRIBUTES

Following are the Fundamental Attributes of the scheme, in terms of Regulation 18 (15A) of the SEBI (Mutual Funds) Regulations:

(i) Type of a scheme

An Open Ended Liquid Scheme. A relatively low interest rate risk and low credit risk.

(ii) Investment Objective

(a) Main Objective –

The primary investment objective of the Scheme is to provide optimal returns with low to moderate levels of risk and high liquidity through judicious investments in money market and debt instruments. However, there is no assurance that the investment objective of the Scheme will be achieved.

(b) Investment pattern –

The Debt/Money Market, any other short term debt instruments having maximum repricing tenor of 91 days in maturity as stated in asset allocation above while retaining the option to alter the asset allocation for a short term period on defensive consideration.

(iii) Terms of Issue

(a) Liquidity provisions such as listing, repurchase, redemption.

The Scheme is open ended Liquid Scheme under which Sale and Repurchase of Units will be made on continuous basis by the Mutual Fund, the Units of the Scheme are not proposed to be listed on any stock exchange. However, the Mutual Fund may at its sole discretion list the Units of the Scheme on one or more stock exchanges at a later date. The procedure for repurchase/Redemption is as set out in the repurchase/ Redemption of Units in Section III B of this SID.

(b) Aggregate fees and expenses charged to the scheme.

Aggregate fees and expenses charged to the Scheme are set out in Section IV, Paragraph B which is as permitted by the SEBI Regulations.

(c) The Scheme is not a guaranteed or assured return scheme and hence no safety net or guarantee is provided.

In accordance with Regulation 18(15A) of the Regulations, the Trustees shall ensure that no change in the fundamental attributes of the Scheme(s) and the Plan(s) / option(s) thereunder or the trust or fee and expenses payable or any other change which would modify the Scheme(s) and the Plan(s) / option(s) thereunder and affect the interests of Unit Holders is carried out unless:

- SEBI has reviewed and provided its comments on the proposal.
- A written communication about the proposed change is sent to each Unit Holder and an advertisement is given in one English daily newspaper having nationwide circulation as well as in a newspaper published in the language of the region where the Head Office of the Mutual Fund is situated; and
- The Unit Holders are given an option for a period of 30 (thirty) days to exit at the prevailing NAV without any Exit Load.

The Trustee shall take comments from SEBI for bringing change in the fundamental attributes of the Scheme.

Fundamental attributes will not cover such actions of the Trustee of the Fund or the Board of Directors of the AMC, made in order to conduct the business of the Trust, the Scheme or the AMC, where such business is in nature of discharging the duties and responsibilities with which they have been charged. Nor will it include changes to the Scheme made in order to comply with changes in Regulation with which the Scheme has been required to comply.

G. HOW WILL THE SCHEME BENCHMARK ITS PERFORMANCE?

The Tier I Benchmark Index for the Scheme is the CRISIL Liquid Fund AI Index that falls under cell AI (A relatively low interest rate risk and relatively low credit Risk) of Potential Risk Class Metrix. Performance comparisons for the Scheme will be made vis-à-vis the Benchmark.

The CRISIL Liquid Fund AI Index is an index comprising of AAA rated money market debt instruments, the CRISIL Liquid Fund AI Index would be an appropriate benchmark.

H. WHO MANAGES THE SCHEME?

Name of the Fund Manager	Age	Educational Qualifications	Tenure of the Managing the Scheme	Experience
Mr. Pankaj Pathak	35	Chartered Financial Analyst from CFA Institute (USA), JAIIB and CAIIB from Indian Institute of Bank Management, B.Sc. (Electronics), Post Graduate Diploma in Banking & Finance,-	5.2 years, Since March 01, 2017	Over 12 years of experience in Fixed income investments and Research. He joined Quantum Asset Management Company Private Limited in August, 2013 as a Dealer Fixed Income and presently is Fund Manager – Fixed Income. Prior to joining Quantum, he was associated with Bank of Maharashtra.

Mr. Pankaj Pathak is also the Fund Manager of Quantum Dynamic Bond Fund.

I. WHAT ARE THE INVESTMENT RESTRICTIONS?

Pursuant to the Regulations and amendments thereto, the following investment restrictions are applicable to the Scheme:

1. The Scheme shall not invest more than 10% of its NAV in debt instruments comprising money market instruments and non-money market instruments issued by a single issuer which are rated not below investment grade by a credit rating agency authorised to carry out such activity under the Securities and Exchange Board of India Act, 1992 and this limit may be extended to 12% of the NAV of the Scheme subject to prior approval of the Board of the AMC and the Trustee. Provided that such limit shall not be applicable for investment in Government Securities, treasury bills and Triparty Repo on Government Securities or treasury bills. Provided further that Investments within such limits can be made in mortgage backed securitized debts which are rated not below investment grade by a credit rating agency registered with SEBI.

The Scheme would invest a minimum of 80% of its net assets in Central Government Securities, Treasury Bills, Repos/Reverse Repos, Tri - Party Repo and any other instrument with a rating not less than AAA or equivalents (indicating highest safety of timely payment of interest and principal) as assigned by a credit rating agency authorized to carry out such activity under the Securities & Exchange Board of India Act, 1992.

2. The Scheme shall not invest in unlisted debt instruments including commercial papers, except government securities and other money market instruments. Provided that the Scheme may invest in unlisted non-convertible debentures up to a maximum of 10% of the debt portfolio of the scheme subject to such condition as may be specified by the SEBI from time to time.
3. The Fund shall not borrow except to meet temporary liquidity needs of the Fund for the purpose of Repurchase / Redemption of Units or payment of interest and/or Income Distribution to the Unitholders, provided that the Fund shall not borrow more than 20% of the net assets of the individual Scheme and the duration of the borrowing shall not exceed a period of 6 months.
4. The Scheme may invest upto 5% of its net assets in unrated debt instruments subject to conditions that such investments can be made only in such instruments, including bills re-discounting, usance bills, etc., that are generally not rated and for which separate investment norms or limits are not provided in MF Regulations & various circulars issued thereunder. All such investments shall be made with the prior approval of the Board of AMC & Trustee. Provided further that mutual fund schemes shall comply with the norms under this clause within the time and in the manner as specified by the Board.
5. Transfers of investments from one scheme to another scheme in the same mutual fund permitted* provided:
 - a. such transfers are done at the prevailing market price[^] for quoted instruments on spot basis (spot basis shall have the same meaning as specified by a Stock Exchange for the spot transaction): and
 - b. such transfer shall be in conformity with the investment objective of the Scheme to which such transfer has been made.

[^]SEBI circular no. SEBI/HO/IMD/DF4/CIR/P/2019/102 dated September 24, 2019 has prescribed the methodology for determination of price to be considered for inter-scheme transfers.

*The Scheme shall comply with the guidelines provided for inter-scheme transfers as specified in SEBI circular no. SEBI/HO/IMD/DF4/CIR/P/2020/202 dated October 8, 2020.

6. Investment limits as mentioned in point no. 1 shall not be applicable on investments in securitized debt instruments, as defined in SEBI (Public Offer and Listing of Securitised Debt Instruments) Regulations

2008. Investment in debt instruments, having credit enhancements backed by equity shares directly or indirectly, shall have a minimum cover of 4 times considering the market value of such shares.

7. The Scheme may invest in another scheme under the same AMC or any other mutual fund without charging any fees, provided that aggregate inter-scheme investment made by all schemes under the same management or in schemes under the management of any other asset management company shall not exceed 5% of the net asset value of the Fund.
8. The Scheme shall not make any investment in a Fund of Funds Scheme.
9. The Trustee/Scheme shall take delivery of securities purchased and give delivery in case of securities sold and in no case shall engage in short selling or carry forward transactions provided that the Fund shall enter into derivatives transactions in a recognised stock exchange for the purpose of hedging in accordance with the guidelines issued by SEBI.
10. The Fund shall get the securities purchased/ transferred in the name of the Fund on account of the concerned scheme, wherever the instruments are intended to be of long term nature.
11. The Scheme shall not make any investment in:
 - a. any unlisted security of any associate or group company of the Sponsor; or
 - b. any security issued by way of private placement by an associate or group company of the sponsor; or
 - c. the listed securities of group companies of the Sponsor which is in excess of 25% of the net assets.
12. The Fund may lend securities in accordance with "Guidelines for Participation by Mutual Funds in Stock Lending" issued by SEBI or any amendments thereto.
13. The Scheme will have a maximum exposure to Foreign Debt Securities of 20% of the average AUM of the previous three calendar months subject to a limit a maximum of US \$600 million or such other limit prescribed by SEBI Regulation.
14. The scheme shall not invest in securities of a particular sector in excess of 20% of net assets of the Scheme as per sectoral classification prescribed by AMFI. Further an additional investment to Financial services sector (over and above the limit of 20%) not exceeding 10% of the net assets of the scheme shall be allowed by way of increase in exposure to Housing Finance Companies (HFCs registered with National Housing Bank). An additional exposure of 5% of the net asset of the scheme in securitized debt instruments based on retail housing loan portfolio and / or affordable housing loan portfolio. However, the overall exposure in HFCs shall not exceed the sector exposure limit of 20% of the net assets of the scheme.

Further provided that the above sectoral limit is not applicable for:

- AAA rated instruments of PSU Banks and AAA rated instruments of Public Financial Institutions (PFIs).
 - Tri-Party Repo
 - Bank Certificate of Deposits
 - Government of India securities
 - Treasury Bills.
15. The total exposure of the Scheme in a Group (excluding investments in securities issued by Public Sector Units, Public Financial Institutions and Public Sector Banks) shall not exceed 20% of the net assets of the Scheme. Such investment limit may be extended to 25% of the net assets of the Scheme with the prior approval of the Board of Trustees.

The investments by a scheme in debt and money market instruments of group companies of both the Sponsor and the asset management company shall not exceed 10% of the net assets of the scheme. Such limit may be extended to 15% of the net asset of the scheme with the prior approval of the Board of Trustees.

16. The Scheme shall hold at least 20% of their net assets in liquid assets. For this purpose, 'liquid assets' shall include Cash, Government Securities, T-bills and Repo on Government Securities.
17. The Scheme shall not invest more than 10% of its NAV in Instruments having Special Features viz. subordination to equity (absorbs losses before equity capital) and /or convertible to equity upon trigger of a pre-specified event for loss absorption.
18. Scheme shall not invest more than 5% of its NAV in Instruments having Special Features viz. subordination to equity (absorbs losses before equity capital) and /or convertible to equity upon trigger of a pre-specified event for loss absorption issued by a single issuer.

All the above investment restrictions shall be applicable at the time of making the investment.

The AMC may alter these above stated restrictions from time to time to the extent the SEBI Regulations change, so as to permit the Scheme to make its investments in the full spectrum of permitted investments for mutual funds to achieve its respective investment objective. The Trustee may from time to time alter these restrictions in conformity with the SEBI Regulations.

J. HOW HAS THE SCHEME PERFORMED?

A) Performance of Scheme as on March 31, 2022

Quantum Liquid Fund Direct Plan - Growth Option

Period	Scheme Returns %	Tier – I Benchmark Returns % (CRISIL Liquid Fund Index)\$
1 Year*	3.32%	3.68%
3 Years**	4.04%	4.70%
5 Years**	4.98%	5.71%
7 Years**	5.56%	6.24%
10 Years**	6.54%	7.03%
Since Inception**	6.82%	6.94%

Past performance may or may not be sustained in future.

*Annualized ** CAGR Date of Inception – April 07, 2006

Quantum Liquid Fund - Regular Plan - Growth Option

Period	Scheme Returns %	Tier – I Benchmark Returns % (CRISIL Liquid Fund Index)\$
1 Year*	3.22%	3.68%
3 Years**	3.94%	4.70%
5 Years**	4.90%	5.71%
Since Inception**	4.90%	5.70%

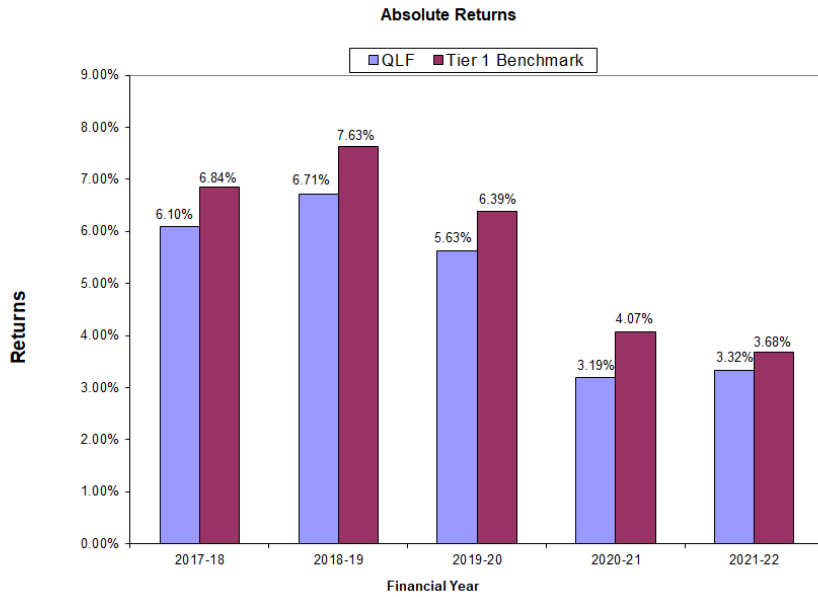
Past performance may or may not be sustained in future.

*Annualized ** CAGR Date of Inception – April 01, 2017

\$ Tier -1 Benchmark of the scheme has been changed from CRISIL Liquid Fund Index to CRISIL Liquid Fund AI Index w.e.f. April 01, 2022.

B) Absolute Returns for the last 5 financial years

Quantum Liquid Fund Direct Plan - Growth Option

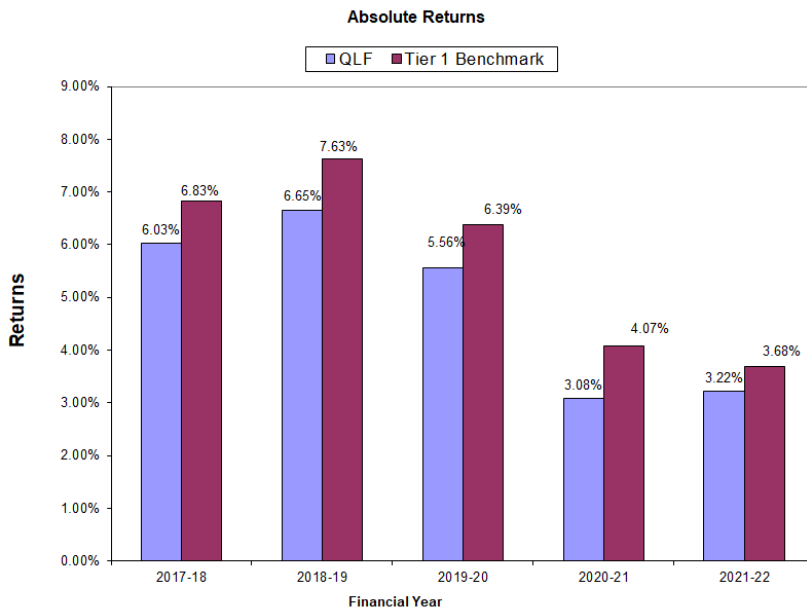


Date of Inception – April 07, 2006

Past performance may or may not be sustained in future.

Absolute Returns for the last 5 financial years

Quantum Liquid Fund - Regular Plan - Growth Option



Date of Inception – April 01, 2017

Past performance may or may not be sustained in future

K. SCHEME PORTFOLIO HOLDINGS AS ON MARCH 31, 2022

(i) Top 10 Holdings by Issuer:

Issuer	% to NAV
91 Days Tbill (MD 26/05/2022)	16.05%
91 Days Tbill (MD 02/06/2022)	14.14%
Others	13.00%
91 Days Tbill (MD 30/06/2022)	8.46%
Small Ind Dev Bank of India CP (MD 13/04/2022)	7.58%
7.27% NHAI NCD (MD 06/06/2022)	4.77%
4.54% Maharashtra SDL (MD 03/06/2022)	4.75%
5.09% GOI (MD 13/04/2022)	4.75%
Export Import Bank of India CP (MD 06/04/2022)	4.74%
91 Days Tbill (MD 21/04/2022)	4.74%
Grand Total	82.98%

(ii) Fund Allocation Toward Various Sectors:

Sector Allocation	% to NAV
Government of India	52.87%
Finance	19.88%
Others	13.00%
Construction	4.77%
State Government of India	4.75%
Power	4.73%
Grand Total	100.00%

Note: Others include Tri-Party Repo and cash & cash equivalents

(iii) To obtain scheme's latest monthly portfolio please click the following link

<https://www.quantumamc.com/schemeportfolio.aspx?SchemeId=0&FactSheetType=2>

L. AGGREGATE INVESTMENT IN THE SCHEME UNDER THE FOLLOWING CATEGORIES AS ON MARCH 31, 2022:

AMC Board of Directors (Rs. In Lakhs)	Scheme's Fund Manager(s) (Rs. In Lakhs)	Other Key Personnel (Rs. In Lakhs)
19.45	1.49	6.03

This section provides details you need to know for investing in the scheme.

A. NEW FUND OFFER (NFO)

This section does not apply to the Scheme covered in this SID, as the ongoing offer of the Scheme has commenced and the Units are available for continuous subscription and redemption.

B. ONGOING OFFER DETAILS

<p>Ongoing Offer Period This is the date from which the scheme will reopen for subscriptions/redemptions after the closure of the NFO period.</p>	<p>The continuous offer for the scheme commenced from April 10, 2006.</p>
<p>Ongoing price for subscription (purchase)/switch-in (from other schemes/plans of the mutual fund) by investors. This is the price you need to pay for purchase/switch-in. Example: If the applicable NAV is Rs. 10/-, entry load is 0 then redemption price will be: $Rs. 10/- * (1+0) = Rs. 10/-$</p>	<p>At the applicable NAV</p>
<p>Ongoing price for redemption (sale) /switch outs (to other schemes /plans of the Mutual Fund) by investors. This is the price you will receive for redemptions /switch outs. Example: If the applicable NAV is Rs. 10, exit load is 2% then redemption price will be: $Rs. 10 * (1-0.02) = Rs. 9.80$</p>	<p>At the applicable NAV, subject to prevailing exit load.</p>
<p>Cut off timing for subscriptions/ redemptions/ switches This is the time before which your application (complete in all respects) should reach the official points of acceptance</p>	<p>The cut-off times for determining Applicable NAV's for subscription, redemptions and switch-outs to be made at the Investor Service Centres/ Official Points of Acceptance from time to time are as per the details given below:</p> <p>1) Purchases / Switch-ins:</p> <p>A. In respect of valid application received upto 1.30 p.m. on a Business Day at the official point(s) of acceptance and funds for the entire amount of subscription/ purchase (including switch in) as per the application are credited to the bank account of the Scheme and are available for utilization before the cut-off time (1.30 p.m.) - the Closing NAV of the day immediately preceding the day of receipt of application;</p>

- B.** In respect of valid application received after 1.30 p.m. on a Business Day at the official point(s) of acceptance and funds for the entire amount of subscription / purchase (including switch in) as per the application are credited to the bank account of the Scheme on the same day or before the cut-off time of the next business day i.e. funds are available for utilization before the cut-off time (1.30 p.m.) of the next Business Day, the closing NAV of the day immediately preceding the next Business Days ; and
- C.** However irrespective of the time of receipt of application at the official point(s) of acceptance, where the funds for the entire amount of subscription/ purchase (including switch in) as per the application are credited to the bank account of the Scheme on or before the cut-off time of the subsequent Business day i.e. the funds are available for utilisation before the cut-off time of the subsequent Business day, the closing NAV of the such subsequent Business Day shall be applicable.

It may be noted that in case of Systematic Investment Plan (SIP), Systematic Transfer Plan (STP), Transfer of Income Distribution Cum Capital Withdrawal Facility, the units will be allotted based on the funds available for utilization by the respective schemes / target schemes irrespective of the installment date of the SIP, STP or record date of Income Distribution.

Further, if the time of realization of funds can't be ascertained then the allotment of units will be as per the day and date of realization of amount of subscription. It may also be noted that allotment of units in the normal course will be based on realization of amount of subscription or the date of receipt of application or the date of instalment (in case of SIP) whichever is later if both realization and application dates are different.

2) Redemptions/Switch-outs:

- In respect of valid applications received up to 3 p.m. on a Business Day - the closing NAV of the day of receipt of application, shall be applicable.
- In respect of valid applications received after 3 p.m. on a Business Day - the closing NAV of the next Business Day shall be applicable.

Instant Redemption (Access) Facility

- (a) Where the application is received up to 3.00 pm – the lower of (i) NAV of previous Calendar Day and (ii) NAV of Calendar Day on which application is received will be considered;
- (b) Where the application is received after 3.00 pm – the lower of (i) NAV of the Calendar Day on which such application is received, and (ii) NAV of the next Calendar Day will be considered

<p>Income Distribution Policy (erstwhile known as Dividend Policy)</p>	<p>The Trustee proposes to follow the following Income Distribution Policy:</p> <p>In terms of SEBI guidelines Trustees shall fix the quantum of Income to be distributed and the record date. The AMC shall, within one calendar day of the decision by the Trustee, issue notice to the public, communicating the decision, including the record date. The record date shall be 5 calendar days from the date of publication in at least one English newspaper or in a newspaper published in the language of the region where the Head Office of the mutual fund is situated, whichever is issued earlier. Declaration of Income Distribution is subject to the availability of distributable surplus. The Income can be distributed out of investors capital (Equalization Reserve), which is part of sale price that represents realized gains. It must be distinctly understood that the actual declaration of income under the Scheme and the frequency thereof will, inter-alia, depend upon the distributable surplus of the Scheme. There is no assurance or guarantee to Unitholders as to the rate of income distribution nor that the income distribution will regularly be distributed. The income that may be distributed out of distributable surplus of the Scheme will be distributed only to those Unitholders whose names appear in the register of Unitholders on the notified record date. Unitholders are entitled to receive Income within 15 days from the record date of the Income Distribution. On distribution of Income, the NAV will stand reduced by the amount of income distributed and statutory levy, if any, at the close of business hours on record date.</p>
<p>Who can invest This is an indicative list and you are requested to consult your financial advisor to ascertain whether the scheme is suitable to your risk profile.</p>	<p>WHO CAN INVEST?</p> <p>The following persons are eligible and may apply for subscription to the Units of the Scheme (subject, wherever relevant, to purchase of Units of mutual funds being permitted under relevant statutory regulations and their respective constitutions):</p> <ol style="list-style-type: none"> 1. Resident adult individuals either singly or jointly (not exceeding three); or on an Anyone or Survivor basis 2. A Hindu Undivided Family (HUF) through its Karta; 3. Public Sector Undertakings, Association of Persons or a body of individuals whether incorporated or not; 4. Minors through parent / legal guardian There shall not be joint holding with minor investments; 5. Partnership Firms & Limited Liability Partnerships (LLP); 6. Companies, Bodies Corporate and societies registered under the Societies Registration Act, 1860; Co-Operative Societies registered under the Co-Operative Societies Act, 1912, One Person Company.; 7. Banks & Financial Institutions; 8. Mutual Funds registered with SEBI / Alternative Investment Funds registered with SEBI;

- 9.** Religious and Charitable Trusts, Wakfs or endowments of private trusts (subject to receipt of necessary approvals as required) and Private trusts authorised to invest in mutual fund schemes under their trust deeds;
- 10.** Non-Resident Indians (NRIs)/ Persons of Indian origin residing abroad (PIO) on repatriation basis or on non-repatriation basis;
- 11.** Army, Air Force, Navy and other para-military units and bodies created by such institutions;
- 12.** Scientific and Industrial Researches, Multilateral Funding Agencies/Bodies Corporate incorporated outside India with the permission of Government of India/Reserve Bank of India;
- 13.** Other schemes of Quantum Mutual Fund subject to the conditions and limits prescribed by SEBI Regulations;
- 14.** Trustee, AMC or Sponsor or their associates may subscribe to Units under the Scheme;
- 15.** Such other individuals / institutions / body corporate etc., as may be decided by the AMC / Mutual Fund from time to time, so long as wherever applicable they are in conformity with SEBI Regulations.

WHO CANNOT INVEST?

It should be noted that the following persons cannot invest in the Scheme(s):

- 1.** United States Person (US Person) as defined under regulations promulgated under the US Securities Act of 1933
- 2.** Person residing in USA and Canada
- 3.** NRI residing in any FATF (Financial Action Task Force) declared non-compliant country/territory.
- 4.** Foreign Portfolio Investors (FPI)

The Fund reserves the right to include/exclude new/existing categories of Investors to invest in the Scheme from time to time, subject to SEBI Regulations and other prevailing statutory regulations, if any.

Note:

1. In case of application under a Power of Attorney or by a limited company or a corporate body or an eligible institution or a registered society or a trust fund, the original Power of Attorney or a certified true copy duly notarised or the relevant resolution or authority to make the application as the case may be, or duly notarised copy thereof, along with a certified copy of the Memorandum and Articles of Association and/or bye -laws and / or trust deed and / or partnership deed and Certificate of Registration should be submitted. The officials should sign the application under their official designation. A list of specimen signatures of the authorised officials, duly certified / attested should also be attached to the Application Form. In case of a Trust / Fund it shall submit a resolution from the Trustee(s) authorizing such purchases and Repurchase / Redemptions.

Applications failing to fulfill the above-stipulated conditions are liable to be rejected.

2. Returned cheques are not liable to be presented again for collection, and the accompanying application forms are liable to be rejected. In case the returned cheques are presented again, the necessary charges, if any, are liable to be debited to the investor.
3. RBI has vide Schedule 5 of the Foreign Exchange Management (Transfer or Issue of Security by a Person Resident Outside India) Regulations, 2000, granted a general permission to NRIs / Persons of Indian Origin residing abroad (PIOs) and Foreign Portfolio Investors (FPI) for purchasing/ Repurchasing /Redeeming Units of the mutual funds subject to conditions stipulated therein.

Note: If an Indian Resident / Non-Resident Indian (New as well as existing investors), at the time of initiating new purchase request including new SIP/ STP/ SWP is situated or located in USA / Canada, then such investor shall not be allowed to make such a request / invest using Electronic Mode such as Website, Email, WhatsApp, Fax etc. till the time investor returns back to India.

All cheques and bank draft accompanying the application form should contain the application form number on its reverse side. It is mandatory for every applicant to provide the bank, branch, address, account type and number as per SEBI requirements and any Application Form without these details will be treated as incomplete. Such incomplete application will be rejected.

Where can the applications for purchase/redemption switches be submitted?

Applications complete in all respects, can be submitted at:-

- a) KFin Technologies Limited, Selenium Tower B, Plot number 31 & 32, Financial District, Nanakramguda Serilingampally Mandal, Hyderabad - 500032 or its Investor Services Center/ Collection Center details mentioned on back cover page of this SID.
- b) Investors can purchase / redeem units of the Scheme through an online website of KFin Technologies Limited www.kfintech.com by opening an account on KFinTech Website.
- c) Investors can purchase / redeem units of the Scheme through - KFinKart a mobile application of KFin Technologies Limited by opening an account with KFinKart.
- d) Quantum Asset Management Company Private Limited 6th Floor, Hoechst House, Nariman Point, Mumbai - 400021 or its collection center details mentioned on back cover page of SID;
- e) Investors can purchase / redeem units of the Scheme through Electronic Mode - Website, Electronic Mail (Email), Email with Attachment, Fax, Fax Through Electronic Mail (Fax – Email), Short Messaging Services (SMS), WhatsApp Messenger, HIKE Messenger, Interactive Voice Response System (IVRS) and other Electronic Mode as may be permitted and notify by the AMC from time to time. Please refer SAI for the details terms and conditions for transactions through Electronic Mode.
- f) Investors can invest in the Scheme by making switch from other schemes (other than exchange traded fund) of Quantum Mutual Fund.
- g) In order to facilitate transactions in mutual fund units, BSE has introduced BSE STAR MF Plat form and NSE has introduced Mutual Fund Service System (MFSS). Investors can purchase/redeem units of the Scheme by placing an order for purchase/redemption with the members (Stock Broker) / clearing members of stock exchanges /Distributors. These members (Stock Brokers) / clearing members / Distributors would be availing the platform / mechanism provided by the stock exchanges for placing an order for purchase / redemption of units of the Scheme through Stock Exchange Infrastructure. Please refer SAI for detailed process on subscription / redemption of units of the scheme through stock exchange mechanism.
- h) Investors can purchase / redeem units of the Scheme through Mutual Fund Utility India Private Limited (MFUI) platform either electronically on www.mfuindia.com or physically through the authorized Points of Service (“POS”) of MFUI, details of which are available on AMC website. Please refer SAI for detailed terms and conditions for transactions through MFUI platform.
- i) Transaction Through MFCentral - Pursuant to SEBI circular no SEBI/HO/IMD/IMD- II DOF3/P/CIR/2021/604 dated July 26, 2021, to comply with the requirements of RTA interoperable Platform for enhancing investors’ experience in Mutual Fund transactions / service requests, the QRTA’s, Kfin

	<p>Technologies Limited (“KFintech”) and Computer Age Management Services Limited (“CAMS”) have jointly developed MFCentral - A digital platform for Mutual Fund investors.</p> <p>Investors can purchase / redeem units of the schemes of units of the Scheme MFCentral either electronically www.mfcentral.com or physically through the authorized Points of Service of MFCentral as and when available by MFCentral.</p>										
How to Apply	Please refer to the SAI and Application form.										
Listing	It is not proposed to list the units issued under this scheme. However, the Mutual Fund may at its sole discretion list the Units on one or more stock exchanges at a later date.										
Minimum Amount for purchase / redemption / switches	<table border="1"> <thead> <tr> <th>Minimum amount for purchase / Switch-ins</th> <th>Amount</th> </tr> </thead> <tbody> <tr> <td>Initial Investment (for Growth Option)</td> <td>Rs. 5,000/- and in multiples of Rs. 1/- thereafter.</td> </tr> <tr> <td>Initial Investment (for Monthly IDCW Option)</td> <td>Rs. 10,000/- and in multiples of Rs. 1/- thereafter.</td> </tr> <tr> <td>Initial Investment (for Daily Re-investment of Income Distribution cum capital withdrawal Option)</td> <td>Rs. 1,00,000/- and in multiples of Rs. 1/- thereafter.</td> </tr> <tr> <td>Additional Investment (All Options)</td> <td>Rs. 500/- and in multiples of Rs. 1/- thereafter / 50 units.</td> </tr> </tbody> </table> <p>The provision for Minimum Application amount will not be applicable in case of Systematic Investment Plan (SIP) / Systematic Transfer Plan (STP)</p> <p>Minimum Redemption Amount / Switch-outs (All Options)</p> <p>Minimum Redemption - Rs.500/- and multiple of Rs. 1/- thereafter OR account balance whichever is less / 50 units.</p> <p>The minimum application / redemption amount shall not be applicable for investments made by the Designated Employees of the AMC in scheme in terms of SEBI Circular SEBI/HO/IMD/IMD-I/DOF5/P/CIR/2021/553 dated April 28, 2021 read along with SEBI/HO/IMD/IMD-IDOF5/P/CIR/2021/624 dated September 20, 2021 (Alignment of interest of Designated Employees of Asset Management Companies (AMCs) with the Unitholders of the Mutual Fund Schemes).</p>	Minimum amount for purchase / Switch-ins	Amount	Initial Investment (for Growth Option)	Rs. 5,000/- and in multiples of Rs. 1/- thereafter.	Initial Investment (for Monthly IDCW Option)	Rs. 10,000/- and in multiples of Rs. 1/- thereafter.	Initial Investment (for Daily Re-investment of Income Distribution cum capital withdrawal Option)	Rs. 1,00,000/- and in multiples of Rs. 1/- thereafter.	Additional Investment (All Options)	Rs. 500/- and in multiples of Rs. 1/- thereafter / 50 units.
Minimum amount for purchase / Switch-ins	Amount										
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Additional Investment (All Options)	Rs. 500/- and in multiples of Rs. 1/- thereafter / 50 units.										
Minimum balance to be maintained and consequences of non-maintenance.	There is no minimum balance requirements.										

<p>Option to hold units in Dematerialized Mode</p>	<p>The unit holders are given an option to hold the units in physical mode or in dematerialized mode except under Daily Reinvestment of Income Distribution cum capital withdrawal (IDCW) Option of the Scheme.</p> <p>The Investor intending to hold the units in dematerialized mode will be required to have a beneficiary account with a Depository Participant and will be required to mention the DP's Name, DP ID No. and Beneficiary Account No. with the DP in the application form at the time of subscription / additional purchase of the units of the Scheme.</p> <p>It may be noted that in case of option to hold units in dematerialized mode under Systematic Investment Plan (SIP), the units will be credited to Investor's demat account on weekly basis on every Monday subject to realization of funds in the last week. For e.g. Units will be credited to investor's demat account on following Monday for realization status of funds received in the last week from Monday to Friday.</p> <p>It may be noted that the facilities viz. Switch in and out/ Systematic Withdrawal Plan (SWP) / Systematic Transfer Plan (STP) are currently not available in the dematerialized mode.</p>
<p>Plans/Options offered under the Scheme:</p>	<p>The Scheme offers two plans:</p> <ul style="list-style-type: none"> (i) Direct Plan (ii) Regular Plan <p>Each Plan offers three Options – Growth Option, Monthly Income Distribution cum Capital Withdrawal Option and Daily Reinvestment of Income Distribution cum Capital Withdrawal (IDCW) Option.</p> <p>The Monthly Income Distribution cum Capital Withdrawal Option will in turn have two facilities namely,</p> <ul style="list-style-type: none"> a. Payout of Income Distribution cum Capital Withdrawal (IDCW) Facility; and b. Reinvestment of Income Distribution cum Capital Withdrawal (IDCW) Facility. <p>(a) Growth Option</p> <p>The Income will not be declared & Distributed under this Option. The income attributable to Units under this Option will continue to remain invested and will be reflected in the Net Asset Value of Units under this Option.</p> <p>(b) Monthly Income Distribution cum Capital Withdrawal Option</p> <p>In the Monthly Income Distribution cum Capital Withdrawal Option, the fund will endeavour to declare regular Income Distribution on a monthly basis.</p> <p>Monthly Income Distribution cum Capital Withdrawal option has two facilities namely Monthly Payout of Income Distribution cum capital withdrawal Facility; and Monthly Reinvestment of Income Distribution cum capital withdrawal Facility.</p>

Income will be declared on every 25th of the month or on the next Business Day if 25th of the month is not a Business Day. The Income declared will be paid to the Unitholders within 15 days from the declaration of the Income though the fund endeavors to pay the Income proceeds within 3 (three) Business Days. If the Income Distribution payable to the Unitholder under the Payout of Income Distribution cum Capital Withdrawal Facility is less than or equal to Rs. 500/-, then the Income Distributed will be compulsorily reinvested in the same Facility.

Income will be distributed from the available distributable surplus after the deduction of TDS and applicable surcharge, if any.

(c) Daily Reinvestment of Income Distribution cum Capital Withdrawal (IDCW) Option

In the Daily Reinvestment of Income Distribution cum Capital Withdrawal Option, the Fund will endeavour to declare regular Income Distribution on a daily basis. The Income declared under this Option would be re-invested to the credit of the Unitholder's account at the ex-Dividend NAV by way of additional Units of the Scheme and no payout of Income will take place.

The Income so reinvested shall be constructive payment of Income Distributed to Unitholders and constructive receipt of the same amount from each Unitholder for reinvestment in Units.

The amount of Income re-invested will be net of tax deducted at source, wherever applicable. On reinvestment of Income, the number of Units to the credit of Unitholder will increase to the extent of the Income Distribution reinvested based on the Applicable NAV as explained above. Please note that the Income is subject to availability of distributable surplus, if any. There is no assurance or guarantee to Unitholders as to the rate of Income distribution nor that the Income will be regularly paid, though it is the intention of the Mutual Fund to make regular Income distribution under this Option.

Note: Investors should indicate the Option for which the subscription is made by indicating the choice in the appropriate box provided for this purpose in the Application Form. In case of valid applications received, without indicating any choice of Option, it will be considered as opted for Growth Option and processed accordingly.

Investor should indicate the Direct / Regular Plan for which the subscription is made by indicating the choice in the application form. In case of valid application received without indicating any choice of plan then the application will be processed for plan as under:

Scenario	Broker Code mentioned by the investor	Plan mentioned by the investor	Default Plan to be captured
1	Not mentioned	Not mentioned	Direct Plan
2	Not mentioned	Direct	Direct Plan
3	Not mentioned	Regular	Direct Plan
4	Mentioned	Direct	Direct Plan

	5	Direct	Not Mentioned	Direct Plan												
	6	Direct	Regular	Direct Plan												
	7	Mentioned	Regular	Regular Plan												
	8	Mentioned	Not Mentioned	Regular Plan												
	In cases of wrong/invalid/incomplete ARN codes mentioned on the application form, the application shall be processed under Regular Plan. The AMC shall contact and obtain the correct ARN code within 30 calendar days of the receipt of the application form from the investor/ distributor. In case, the correct code is not received within 30 calendar days, the AMC shall reprocess the transaction under Direct Plan from the date of application.															
Special Products / Facilities Available	<p>1. SYSTEMATIC INVESTMENT PLAN (SIP) This facility enables investors to save and invest periodically over a long period of time.</p> <table border="1"> <thead> <tr> <th>Frequencies Available Under SIP</th> <th>Monthly</th> <th>Quarterly</th> </tr> </thead> <tbody> <tr> <td>Minimum Amount</td> <td>Rs. 500/- and in multiples of Rs. 1/- thereafter</td> <td>Rs. 500/- and in multiples of Rs. 1/- thereafter</td> </tr> <tr> <td>Minimum No. of Installments / Instructions</td> <td>6</td> <td>4</td> </tr> <tr> <td>Frequency of dates</td> <td colspan="2">Monthly/Quarterly – 5, 7, 15, 21, 25, 28</td> </tr> </tbody> </table> <p>(i) An investor needs to provide the first cheque / Demand Draft with the SIP application form. The date of the first cheque shall be the same as the date of the application. The remaining payment instructions / cheque can be on any dates of the month as specified in the SIP application form.</p> <p>(ii) The applicable NAV in such first sale shall be the NAV based on the date and time of receipt of application along with the cheque subject to the funds are available for utilization.</p> <p>(iii) SIP shall be started subject to realization of the first installment.</p> <p>(iv) There is no upper limit for individual installments / aggregate investment made under Monthly / Quarterly SIP.</p> <p>(v) The request for enrollment / processing of SIP will only be on a Business Day at the applicable NAV. In case during the term of SIP processing date falls on a non-Business Day, then such request will be processed on the next following Business Day's applicable NAV.</p> <p>(vi) The request for enrollment of SIP in the prescribed form should be received at any official point of acceptance / Investor service center at least 21 Calendar Days in advance before the execution / commencement date.</p> <p>(vii) The request for discontinuation of SIP in the prescribed form should be received at any official point of acceptance / Investor Service Center at least 15 Business Days in advance before the execution / commencement date.</p>				Frequencies Available Under SIP	Monthly	Quarterly	Minimum Amount	Rs. 500/- and in multiples of Rs. 1/- thereafter	Rs. 500/- and in multiples of Rs. 1/- thereafter	Minimum No. of Installments / Instructions	6	4	Frequency of dates	Monthly/Quarterly – 5, 7, 15, 21, 25, 28	
Frequencies Available Under SIP	Monthly	Quarterly														
Minimum Amount	Rs. 500/- and in multiples of Rs. 1/- thereafter	Rs. 500/- and in multiples of Rs. 1/- thereafter														
Minimum No. of Installments / Instructions	6	4														
Frequency of dates	Monthly/Quarterly – 5, 7, 15, 21, 25, 28															

- (viii) The units will be allotted to the investor at applicable NAV of the respective Business Days on which the investment are sought to be made as per the applicable cut-off timing subject to the funds are available for utilisation.
- (ix) The AMC may also based on cheque authorization received from the Unitholder approach the Unitholder's bank for setting up standing instruction for remittance of the stated SIP amount at stated intervals in favor of the Fund. In case the bank fails to take cognizance of the cheque authorisation/ payment instructions, the Unitholder may be requested to re-send post-dated cheques/ payment instructions. In case any particular date of the postdated cheque/ payment instruction falls on a holiday the immediate next Business Days will be considered for this purpose. The Unitholder's account will be credited with the number of units at the applicable Sale Price. Unitholder may also leave a standing instruction with his/her bank to periodically remit a fixed sum from his/her account into the Scheme.
- (x) In case of investments under SIP, if 2 or more consecutive payment instructions provided by the investor/unitholder are dishonored for either insufficiency of funds or as a result of a stop payment instruction issued by the investor/unitholder or any other reason as intimated by the bank, the AMC reserves the right to discontinue the SIP facility provided to the investor/unitholder.
- (xi) An investor can also invest in the Scheme through SIP Facility through the Stock Exchange mechanism as such SIP frequency available under the Stock Exchange mechanism from time to time.

The provision for Minimum Application Amount will not be applicable under SIP Investments.

2. SYSTEMATIC TRANSFER PLAN (STP)

This facility enables an investor to transfer fixed amounts from their accounts in the Scheme to the other schemes (other than exchange traded fund) launched by the Mutual Fund from time to time.

Frequencies Available Under STP	Daily	Weekly	Fortnightly	Monthly	Quarterly
Minimum Amount	Rs. 100/- and in multiples of Rs. 1/- thereafter	Rs. 500/- and in multiples of Rs. 1/- thereafter	Rs. 500/- and in multiples of Rs. 1/- thereafter	Rs. 500/- and in multiples of Rs. 1/- thereafter	Rs. 500/- and in multiples of Rs. 1/- thereafter
Minimum No. of Installments / Instructions	132	25	13	6	4
Frequency of dates	Daily - All Business Days Weekly – 7, 15, 21, 28 Fortnightly – 5 & 21 OR 7 & 25				

	Monthly / Quarterly – 5, 7, 15, 21, 25, 28
Minimum Balance to start STP	Rs. 5000/-

1. The provisions of Minimum Redemption Amount in the Scheme and Minimum Application Amount for the Transferee scheme(s) will not be applicable under STP.
2. The STP will commence from the date mentioned by the investor in the STP Application Form.
3. The request for enrollment / processing of STP will only be on a Business Day at the applicable NAV. In case during the term of STP processing date falls on a non-Business Day, then such request will be processed on the next following Business Day's applicable NAV.
4. The request for enrollment of STP in the prescribed form should be received at any official point of acceptance / Investor service center at least 10 Business Days in advance before the execution / commencement date.
5. The request for discontinuation of STP in the prescribed form should be received at any official point of acceptance / Investor Service Center at least 10 Business Days in advance before the execution / commencement date.

3. SYSTEMATIC WITHDRAWAL PLAN (SWP)

This facility enables an investor to withdraw sums from their Unit accounts in the Scheme at periodic intervals through a one-time request. The withdrawals can be made as follows:

Frequencies Available Under SWP	Weekly	Fortnightly	Monthly	Quarterly
Minimum Amount	Rs. 500/- and in multiples of Rs. 1/- thereafter	Rs. 500/- and in multiples of Rs. 1/- thereafter	Rs. 500/- and in multiples of Rs. 1/- thereafter	Rs. 500/- and in multiples of Rs. 1/- thereafter
Minimum No. of Installments / Instructions	25	13	6	4
Frequency of dates	Weekly – 7, 15, 21, 28 Fortnightly – 5 & 21 OR 7 & 25 Monthly / Quarterly – 5, 7, 15, 21, 25, 28			
Minimum Balance to Start SWP	Rs. 5000/-			

1. The withdrawals will commence from the start date mentioned by the investor in the SWP Application Form. The Units will be redeemed at the Applicable NAV of the respective dates on which such withdrawals are sought.
2. The request for enrollment / processing of SWP will only be on a Business Day at the applicable NAV. In case during the term of SWP processing date falls on a non-Business Day, then such request will be processed on the next following Business Day's applicable NAV.
3. The request for enrollment of SWP in the prescribed form should be received at any official point of acceptance / Investor service center at least 10 Business Days in advance before the execution / commencement date.
4. The request for discontinuation of SWP in the prescribed form should be received at any official point of acceptance / Investor Service Center at least 10 Business Days in advance before the execution / commencement date.

A request for STP / SWP will be treated as a request for Redemption from/Subscription into the respective Option(s)/Plan(s) of the Scheme(s) as opted by the Investor, at the applicable NAV.

TRANSFER OF INCOME DISTRIBUTION CUM CAPITAL WITHDRAWAL FACILITY

The Investors who have invested in Quantum Liquid Fund – Monthly Income Distribution Cum Capital Withdrawal Option can avail this facility and invest their Income Distribution amount as and when declared by the Fund in any other Open Ended Scheme (Excluding ETFs) of the Fund at the applicable NAV based prices.

The investors who want to avail this Facility may note the following:-

1. A separate application in the prescribed form is required to be submitted to the Fund.
2. The minimum amount of Transfer of Income Distribution cum Capital Withdrawal will be Rs. 500/- If the Income amount is less than Rs. 500/- the Income will be automatically reinvested in the Scheme itself and will not be transferred.
3. The transfer will be treated as fresh subscription in the Transferee Scheme and invested at the applicable NAV on the Business Day immediately following the record date subject to the terms and conditions applicable to the Transferee Scheme.
4. Account Statement will be sent to the Investor after effecting transfer in the Transferee Scheme.

SWITCHING OPTION

Inter - Scheme switching

Unitholders under the scheme have the option to switch part or all of their investments from one plan / options of the scheme to plan / option of the other scheme of Quantum Mutual Fund subject to terms and conditions of the respective scheme.

The switch will be affected by way of redemption of units from one plan / option of a scheme and a reinvestment of the redemption proceeds in the plan / option of the other scheme of Quantum mutual Fund.

The switch must comply with the redemption rules and issue rules of the respective Scheme.

Intra - Scheme switching

Unitholders under the scheme have the option to switch part or all of their investments within the scheme from one plan / option to other plan / option.

The switch will be affected by way of redemption of units from one plan / option of a scheme and a reinvestment of the redemption proceeds in the other plan / option of the scheme.

Instant Redemption (Access) Facility

This facility enables an investor to receive credit redemption proceeds to registered bank account instantly from the receipt of Instant Redemption Request using Immediate Payment Services (IMPS) provided by various banks

The investors who want to avail this Facility may note the following:-

1. The Instant Redemption is available to Individual Investors except Non Resident Individuals wherein Complete Core Banking System (CBS) account number is registered in folio along with IFSC Code and IMPS is enabled in Investor's bank. Investors need to ensure that account number and IFSC Code is registered in the folio and IMPS is enabled in investor's bank.
2. The Instant Redemption is available for redemption request currently made through Web Transactions and under Growth Option.
3. The Instant Redemption request shall be submitted for Rs.500/ - and in multiples of Rs.1/ -thereafter.
4. The maximum redemption amount shall be Rs. 50,000 or 50% of latest value of investment (as per last available NAV on records) in the scheme, whichever is lower. This limit shall be applicable per calendar day, per scheme, per investor.

The AMC reserves right to reject any redemption / switch out / systematic withdrawal or transfer request received through any other mode for any Calendar Day if an Instant Redemption request has been received subsequently and such instant redemption is pending for processing.

The Instant Redemption Facility will be suspended in the following circumstances and during such period request will be processed as normal redemption request:

- (a) Requests higher than cash set aside in the scheme based on past track records of such request.
- (b) Settlement / Clearing issues at RBI / clearing bank.
- (c) Scheme is facing extreme liquidity issues
- (d) Unpredictable operation and technical issues, occurred in spite of appropriate due diligence

	<p>(e) Right to Restrict Redemption as prescribed in Scheme Information Document The AMC reserves right to modify the features or withdraw this Facility at later date.</p>
<p>SMILE Facility</p>	<p>SMILE is a facility wherein investors can contribute to Non-Governmental Organizations (NGO) registered with the HelpyourNGO Foundation (HYNGO Foundation). The contribution will be given by way of automatic redemption subject to the terms and conditions as prescribed by the AMC from time to time.</p> <p>HYNGO Foundation is a non-profit company incorporated and a Charitable Fund with an initiative to encourage and promote philanthropy / charity giving in India by giving philanthropic donors, individuals or institutions an opportunity to donate in a strategic and impactful manner. The HYNGO Foundation also encourages the recipient non-profit / charitable organizations / social enterprises in India to exercise due diligence and highest standards of good governance, compliance, transparency and accountability.</p> <p>The following are the terms and conditions of the SMILE Facility:</p> <ol style="list-style-type: none"> 1. The SMILE Facility will be available to the Resident Individual, HUF, Companies / LLP, Societies, Partnership Firm, Trusts. Non- Resident Indian (NRI) only by way of automatic redemption with terms and conditions as prescribed in the SMILE form. 2. Contribution to NGO and HYNGO Foundation: <ol style="list-style-type: none"> I. <u>Annual Contribution Option:</u> <ol style="list-style-type: none"> 1. 10% of the contribution from the holding of the investor under the folio tagged for SMILE at the end of each year ended September 30 shall be made by way of automatic redemption of units Please refer the detailed example below; <ol style="list-style-type: none"> (a) Holding as on September 30, 2021 is Rs. 5,000 and the investor has selected an option of 10% of the Value. (b) 10 % of Rs. 5,000 + load (if any) = Rs. 500 (will be deducted as partial redemption done automatically) (c) 90% of Rs.500 will be transferred towards Contributions and 10% of Rs.500 will be credited to the investor account. 2. Investor to select from a list of 7 NGOs at the time of initial request. 3. Minimum 1 and Maximum 2 NGO can be selected. 4. If no NGO is/are selected then the contribution will be made to the HYNGO Foundation as General Donation. 5. Investors to prescribe a percentage (%) of contribution to be distributed to each NGO in the form. 6. Investors can change their NGOs and % of contribution any time. However, the amount will be distributed according to the latest request registered as on September 30.

II. Investor Advised Contribution Option

Investor can contribute minimum amount of Rs. 500/- by way of redemption anytime from folio tagged with SMILE to NGOs. The details of NGOs available for contribution are uploaded on the HYNCO Foundation website www.helpyourngo.com.

HYNCO Foundation will transfer 95% of the contribution received under 2(I)(4) and Investor Advised Option to respective NGOs and will retain 5% with it as General Donation to HYNCO Foundation.

III. Contribution At the time of Redemption Option:

Investor can contribute minimum amount of 1% of redemption amount subject to maximum of Rs.1000/- or such other amount at the discretion of the investor from the total redemption amount to HYNCO Foundation as donation. If the contribution amount is less than Rs. 1000/- then that will form part of General Donation to HYNCO Foundation and if contribution amount is more than or equal to Rs.1000/- then it will form part of Corpus Donation to HYNCO Foundation. In case of Corpus Donation to HYNCO Foundation, HYNCO Foundation will retain 5% as the fees and disburse 95% every year to support credible NGOs over a period of time

- 3.** The Contribution 10% or Investor Advised or at the time of redemption will be done by way of redemption of units subject to exit load. The long term / short term capital gain tax as may be applicable depend on the nature of scheme and holding period of units.
- 4.** In case of Partial Redemption the units towards contribution to SMILE will be addition to the redemption units and in case of full redemption units towards contribution to SMILE will be net off from the total units.
- 5.** The amount contributed by investors will be transferred based on the investor's authority to the HelpYourNGO Foundation's bank account within 10 Business Days from the end of the every year ended September 30 / redemption date selected by investor in case of Investor Advised / from the redemption date in case of at the time of redemption.
- 6.** The amount of contribution will be in round integers or Rs. and not in paise decimals, with decimals upto 0.49 getting rounded off to the lower end and decimals from 0.50 rounding off to the higher end.
- 7.** The AMC will transfer redemption amount based on investor authority to HYNCO Foundation which will issue 80G Certificate to the investor for the amount remitted.
- 8.** HYNCO Foundation will procure a confirmation and/or donation receipt from the NGO grantees that the donation amount has been received by them and the same will be uploaded on www.helpyourngo.com for complete transparency

	<p>9. Investor needs to mention the Folio number in the application form, which will be tagged for SMILE facility from which selected contribution will be made to HYNGO Foundation in case of contribution by way of automatic redemption or Investor Advised option.</p> <p>10. Investor can give request for tagging or un-tagging of the folio chosen for SMILE.</p> <p>11. The Management Fees excluding scheme expenses on SMILE units received by the AMC from the Fund will be paid to HYNGO Foundation for assisting and managing SMILE Facility.</p> <p>12. HYNGO Foundation will update Reports on amount contributed through SMILE on HYNGO Foundation website www.helpyourngo.com</p>
<p>Account Statements</p>	<p>Account Statements / Allotment Confirmation:</p> <p>On acceptance of the application for subscription, an allotment confirmation specifying the number of units allotted by way of email and/or SMS (if the mobile number is not registered under Do Not Call Registry) or issue units in dematerialized form as soon as possible but not later than 5 Business Days from the date of receipt of transaction request. The allotment confirmation will be sent to the applicant's registered e-mail address and/or mobile number. Investors / unit holders are therefore requested to provide their email id and mobile number in the application form at the time of subscription.</p> <p>Thereafter, a Consolidated Account Statement for each calendar month shall be sent by mail / email on or before 15th of the succeeding month to the unit holders by the Depository for unit holders having Mutual Fund investments and holding demat account and by the AMC / Registrar for unit holders having Mutual Fund investments but do not have demat account for each calendar month in whose folios transactions have taken place during the month. The CAS shall contain details relating to all the transactions carried out by the investor / unit holder across all schemes of all mutual funds or transactions in demat account during the month and holding at the end of the month. Such transactions in mutual funds shall include purchase, redemption, switch, payout/ reinvestment of income distribution under respective Income Distribution cum Capital Withdrawal Option / Facility,, systematic investment plan, systematic withdrawal plan, systematic transfer plan transactions. The CAS shall also include the total purchase value / cost of investment in each scheme.</p> <p>The CAS issued for the half year (September / March) shall include:</p> <ol style="list-style-type: none"> 1. The amount of actual gross commission paid to the distributors (in absolute terms) during the half-year period against the concerned investors /unit holders total investments in each scheme. 2. Average Total Expense Ratio of the scheme (in percentage terms) for the half-year period for each Scheme's applicable plan (regular or direct or both) where the concerned investor / unit holder has actually invested in.

	<p>The half-yearly CAS shall not be issued to those investors who do not have any holdings in Schemes and where no commission against their investment has been paid to distributors, during the concerned half-year period.</p> <p>For the purpose of sending the CAS, common investors / unitholders with the same holding pattern of the folio across mutual funds / depository shall be identified by their Permanent Account Number (PAN). In case of multiple holdings it shall be identified on the basis of PAN of first holder and pattern of holding.</p> <p>The CAS shall not be received by the Unit holders for the folio(s) not updated with PAN details. The unit holders are therefore requested to ensure that the folio(s) are updated with their PAN.</p> <p>In case of a specific request received from the Investors / unit holders, the AMC/Fund will provide the account statement to the investors / unit holders within 5 Business Days from the date of receipt of such request.</p> <p>In the event of the folio is having more than one registered / joint holders, the CAS shall be sent to the first named unit holder and not to other registered / joint holders.</p> <p>The investor may request for a physical Account Statement by writing / calling to the AMC / Investor Service Center / Registrar & Transfer Agent. The AMC and Mutual Fund shall provide the physical Account Statement to the investor within 5 Business Days from the receipt of such request without any charges.</p> <p><u>DORMANT ACCOUNT STATEMENT</u></p> <p>The CAS detailing holding across all schemes of all mutual funds at the end of every six months (i.e. September/ March), shall be sent by mail/e-mail as per the timeline specified by SEBI from time to time i.e. 21st day of the succeeding month by the AMC / Registrar to all such investors / unit holders which do not have demat account and in whose folio no transactions has taken place during the period.</p> <p>The CAS detailing holding across all schemes of all mutual funds at the end of every six months (i.e. September / March), shall be sent by mail/ email as per the timelines specified by SEBI from time to time i.e. 21st day of the succeeding month by the Depositories to all such investors / unit holders which has demat account with nil balance and no transaction in securities or in folio has taken place during the period.</p>
<p>Income Distribution</p>	<p>The Income Distribution warrants shall be dispatched to the unitholders within 15 days from the record date of the Income Distribution. In the event of failure of dispatch the Income Distribution warrants within the stipulated 15 days period, the AMC shall be liable to pay interest to the unitholders at such rate as may be specified by the SEBI for the period of such delay and the interest for the delayed payment of Income Distribution shall be calculated from the record date.</p>

<p>Redemption</p>	<p>The redemption or repurchase proceeds shall be dispatched / credited to the registered bank account of the unitholders within 10 working days from the date of redemption or repurchase.</p> <p>If the redemption request amount exceeds the balance lying to the credit of the Unit Holder's said account, then the fund shall redeem the entire amount lying to the credit of the Unit Holder's account in that Scheme/Plan/option.</p> <p>The minimum amount in rupees for Redemption shall be Rs. 500/- and multiple of Rs. 1/- (Rupees Five Hundred only) or account balance whichever is less / 50 units.</p> <p>Where Units under a Scheme are held under both Direct and Regular Plans and the Redemption / Switch request pertains to the Regular Plan, the same must clearly be mentioned on the request (along with the folio number), failing which the request would be processed from the Direct Plan. However, when Units under the requested Option are held only under one Plan, the request would be processed under such Plan.</p> <p>Redemption under dematerialized mode:</p> <ol style="list-style-type: none"> 1. The investor who holds units in demat mode wherein the Depository is CDSL, can place redemption request either with their Depository Participant or with the AMC. 2. The investor who holds units in demat mode wherein the Depository is NSDL, can place redemption request only with their Depository Participant. If the investor wishes to redeem the units held in NSDL through AMC, then in such case the investor is first required to convert such units to the physical mode by submitting request for rematerialization to the Depository Participant. After conversion of such units into the physical mode, the investor can submit the request for redemption to the AMC. The redemption request submitted directly to the AMC / Registrar are liable to be rejected. 3. The Investor should provide request for redemption to their Depository Participant along with the Depository Instruction Slip and such other documents as may be specified by the Depositor Participants. 4. The investor can also redeem units held in demat mode through Stock Exchange Infrastructure. <p>The Trustee may mandatory redeem units of any unitholders in the event that it is found that the unitholders has submitted information either in the application or otherwise that is false, misleading or incomplete or units are held by a unitholders in breach of the regulation.</p> <p>Units can be redeemed (sold back to the Mutual Fund) at the Redemption Price during the Ongoing Offer Period.</p> <p><u>Email ID and Mobile Number for communication</u></p> <p>Primary holders should provide their own email address and mobile number for speed and ease of communication in a convenient and cost effective manner, and to help prevent fraudulent transactions.</p>
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<p>Delay in payment of redemption / repurchase proceeds</p>	<p>In case of delay in payment of redemption proceeds, the Asset Management Company shall be liable to pay interest to the unitholders at such rate as may be specified by SEBI for the period of such delay (presently @ 15% per annum). However, the AMC will not be liable to pay any interest or compensation or any amount otherwise, in case the AMC / Trustee is required to obtain details from the investor / unitholders for verification of identity or such other details relating to subscription of units under any applicable law or as may be requested by a regulatory body or any government authority which may result in delay in processing the application.</p>
<p>Right to Restrict Redemption of the Units</p>	<p>The Fund at its sole discretion reserves the right to restrict Redemption (including switch-out) of the Units of the Scheme of the Fund on circumstance leading to a systemic crisis or event that severely constricts market liquidity or the efficient markets such as:</p> <ul style="list-style-type: none"> a. Liquidity Issue - when market at large becomes illiquid affecting almost all securities rather than any issuer specific security. b. Market failures / Exchange closures - when markets are affected by unexpected events which impact the functioning of exchanges or the regular course of transactions. Such unexpected events could also be related to political, economic, military, monetary or other emergencies. c. Operation Issue - when exceptional circumstances are caused by force majeure, unpredictable operational problems and technical failures (e.g. a black out). <p>The restriction may be imposed on redemption for a period not exceeding 10 working days in any 90 days period and subject to approval of the Board of AMC and Trustee on occurrence of the above event. The Restriction shall be informed to SEBI immediately.</p> <p>Redemption requests up to Rs.2 Lakhs shall not be subject to such restriction and where redemption requests are above Rs.2 lakhs, the AMC shall redeem the first Rs.2 lakhs without such restriction and remaining part over and above Rs.2 lakhs shall be subject to such restriction.</p> <p>The AMC / Trustee reserves the right to change / modify the provisions pertaining to the right to restrict Redemption of the Units in the Scheme(s) of the Fund in accordance with SEBI (Mutual Funds) Regulations.</p>
<p>The policy regarding reissue of repurchased units, including the maximum extent, the manner of reissue, the entity (the scheme or the AMC) involved in the same.</p>	<p>Presently, AMC does not intend to re-issue the units once redeemed. The number of units held by the unit holder in demat mode or in physical mode will stand reduced by the numbers of units redeemed.</p>

<p>Restrictions, if any, on the right to freely retain or dispose of units being offered.</p>	<p>The units of the scheme held in the dematerialized form will be fully and freely transferable (subject to lien, if any marked on the units) in accordance with provisions of SEBI (Depositories and Participants) Regulations, 1996 as may be amended from time to time and as stated in SEBI Circular No. CIR / IMD/DF/10/2010 dated August 18, 2020. The units held in physical form (i.e. by way of an account statement) are transferable post requisite procedures and formalities applicable in this regard.</p> <p>In conformity with the guidelines and notifications issued by SEBI / Government of India / any other Regulatory Agencies from time to time, as applicable, Units under the Scheme may be offered as security by way of a lien / charge in favour of scheduled banks, financial institutions, non-banking finance companies, or any other body. The Registrar will note and record the lien against such Units. A standard form for this purpose is available. The Unit Holder will not be able to redeem / switch Units under lien until the lien holder provides written authorisation to the AMC/Mutual Fund/Registrar that the lien is discharged. As long as Units are under lien, the lien holder will have complete authority to exercise the lien, thereby redeeming such Units and receiving payment proceeds. In such instance, the Unit Holder will be informed by the Registrar through an account statement. Income Distributed on units under lien will be paid / reinvested to the credit of the Unit Holder and not the lien holder unless specified otherwise in the lien letter. The Units of the Scheme (except the units held in dematerialised mode since they are governed under SEBI (Depository and Participants) Regulations, 1996) are currently not transferable. The Trustee reserves the right to make the Units transferable at a later date subject to the Regulation. Any addition / deletion in respect of joint holdings other than the first holder and/ or addition of names to a single holding will be permitted under any folio of the scheme and this will not be deemed to be in the nature of transfer. Any addition / deletion of names shall not be allowed where the units are subject to lien / pledged / charge. However, the deletion of names in case of death of the first named unit holder (in respect of joint holdings) will be treated as transmission of units.</p>
<p>Lien on Units for Loans</p>	<p>The Units issued under the Scheme can be transferred, assigned or pledged in conformity with the guidelines and notifications issued by SEBI / government of India / any other regulatory body from time to time, Units under the Scheme may be offered as security by way of a lien / charge in favour of scheduled banks, financial institutions, non-banking finance companies (NBFCs) or any other body. The Registrar and Transfer Agent will note and record the lien against such Units. A standard request letter for this purpose is available on request with the Registrar and Transfer Agent or the AMC. The Unit Holder will not be able to redeem / switch Units under lien until the lien holder provides written authorization to the Mutual Fund that the lien / charge may be vacated.</p> <p>As long as Units are under lien, the lien holder will have complete authority to exercise the lien, thereby redeeming such Units and receiving payment proceeds. In such instance, the Unit Holder will be informed by the Registrar and Transfer Agent through an account statement. In no case will the Units transferred from the Unit Holder to the lien holder. Income Distributed on Units under lien will be paid / re-invested to the credit of the Unit Holder and not the lien holder unless specified otherwise in the lien letter.</p>

C. PERIODIC DISCLOSURES

<p>Net Asset Value</p> <p>This is the value per unit of the scheme on a particular day. You can ascertain the value of your investments by multiplying the NAV with your unit balance.</p>	<p>NAV shall be calculated and disclosed on every Business Day. AMC shall update the NAV under separate head on the website of the Fund (www.QuantumMF.com / www.QuantumAMC.com) and on the website of Association of Mutual Funds in India www.amfiindia.com by 11.00 p.m. every business day.</p> <p>Investors may obtain latest NAV through SMS by a specific request to the AMC.</p> <p>Sale (Subscription) and Repurchase (Redemption) Price Illustration:</p> <p>Assumed NAV Rs.11.00 Per Unit, Entry Load – Nil, Exit Load – 1%</p> <p>Sale Price = NAV + (Entry Load (%) (if any) * NAV) Sale Price = 11 + (0% * 11) Sale Price = 11 + 0 Sale Price = Rs.11/-</p> <p>Repurchase Price = NAV – (Exit Load (%) * NAV) Repurchase Price = 11 – (1% * 11) Repurchase Price = 11 – 0.11 Repurchase Price = Rs.10.89</p>
<p>Fortnightly/ Monthly / Half yearly Portfolio disclosure</p> <p>This is a list of securities where the corpus of the scheme is currently invested. The market value of these investments is also stated in portfolio disclosures.</p>	<p>The Fund will disclose portfolio (along with ISIN) in user friendly & downloadable spreadsheet format, as on the last day of the month / half year for the scheme on its website www.QuantumMF.com / www.QuantumAMC.com & on the website of AMFI www.amfiindia.com within 10 days from the close of each month / half year.</p> <p>In case of unitholders whose email addresses are registered, the Fund will send via email both the monthly and half yearly statement of scheme portfolio within 10 days from the close of each month / half year respectively.</p> <p>Further, pursuant to SEBI circular no. SEBI/HO/IMD/DF3/CIR/P/2020/130 dated July 22, 2020, for debt schemes, portfolio disclosure shall be done on fortnightly basis within 5 days of every fortnight as prescribed by the said circular.</p> <p>The Fund will publish an advertisement every half-year in the all India edition of at least two daily newspapers, one each in English & Hindi, disclosing the hosting of the half yearly statement of the scheme's portfolio on the AMC's website www.QuantumMF.com / www.QuantumAMC.com & on the website of AMFI www.amfiindia.com. The Fund will provide physical copy of the statement of scheme portfolio without any cost, on specific request received from a unitholders.</p>
<p>Half Yearly Results</p>	<p>The Fund shall within one month from the close of each half year, (i.e. March 31 and on September 30), host a soft copy of its unaudited financial results on its website (www.QuantumAMC.com / www.QuantumMF.com). Further, the Fund shall publish an advertisement disclosing the hosting of such unaudited half yearly financial results on their website, in at least one national English daily newspaper having nationwide circulation and in newspaper having wide circulation published in the language of the region where the Head Office of the Mutual Fund is situated.</p>

<p>Annual Report</p>	<p>The AMC / Mutual Fund shall be sent the Scheme wise annual report or an abridged summary thereof within four months from the date of closure of the relevant accounting year i.e. March 31 each year to all investors / unit holders as per the following mode:</p> <p>(i) by e-mail to the investors / Unit holders whose e-mail address is available with the AMC / Fund. (ii) in physical form to the investors / Unit holders whose email address is not registered with the AMC / Fund and/or those Unit holders who have opted / requested for the same.</p> <p>The physical copies of the scheme wise annual report or abridged summary shall be made available to the investors / unit holders at the registered office of the AMC.</p> <p>A link of the scheme annual report or abridged summary thereof shall be displayed prominently on the website of the Fund and shall also be displayed on the website of Association of Mutual Funds in India (AMFI).</p> <p>The AMC / Mutual Fund shall publish an advertisement every year disclosing the hosting of the scheme wise annual report on their respective website and on the website of AMFI and the modes such as SMS, telephone, email or written request (letter), etc. through which unitholders can submit a request for a physical or electronic copy of the scheme wise annual report or abridged summary thereof. Such advertisement shall be published in the all India edition of at least two daily newspapers, one each in English and Hindi.</p>
<p>Product Labelling / Risk o Meter</p>	<p>The Risk-o-meter shall have following six levels of risk:</p> <ul style="list-style-type: none"> i. Low Risk ii. Low to Moderate Risk iii. Moderate Risk iv. Moderately High Risk v. High Risk and vi. Very High Risk <p>The evaluation of risk levels of a scheme shall be done in accordance with SEBI Circular no. SEBI/HO/IMD/DF3/CIR/P/2020/197 dated October 5, 2020.</p> <p>Any change in risk-o-meter shall be communicated by way of Notice cum Addendum and by way of an e-mail or SMS to unitholders. The risk-o-meter shall be evaluated on a monthly basis and the risk-o-meter alongwith portfolio disclosure shall be disclosed on the AMC website as well as AMFI website within 10 days from the close of each month.</p> <p>The AMC shall disclose the risk level of schemes as on March 31 of every year, along with number of times the risk level has changed over the year, on its website and AMFI website.</p>
<p>Associate Transactions</p>	<p>Please refer to Statement of Additional Information (SAI).</p>

Repurchase and Sale Price Limits	The repurchase price shall not be lower than 95% of the NAV subject to SEBI regulation as amended from time to time.		
Taxation: The information is provided for general information only. However, in view of the individual nature of the implications, each investor is advised to consult his or her own tax advisors/authorised dealers with respect to the specific amount of tax and other implications arising out of his or her participation in the schemes.	(a) Tax deductible on Income distributed 1. Resident Investors - 10% 2. Non Resident Investor – 20% (Plus applicable Surcharge and Cess)		
	(b) Tax on Capital Gains * 1. Resident Individuals & HUF 2. FII's/ Overseas Financial Organizations 3. Partnership Firm 4. Non Resident Indians 5. Indian Companies 6. Foreign Companies	Long Term 20% with Indexation 10% without Indexation 20% with Indexation 10% without Indexation (on transfer of long term capital assets being unlisted securities) 20% with Indexation 10% without Indexation and adjustment for foreign currency fluctuation (on transfer of long term capital assets being unlisted securities)	Short Term Maximum 30% 30% 30% Maximum 30% 30% 40%
	* The mentioned Tax Rates shall be increased by applicable surcharge, if any and Health and Education Cess @4%. For further details on Taxation please refer the clause of Taxation of SAI		
Investor services	Investor queries and complaints constitute an important voice of Investor, and to this effect the AMC has formulated a Grievance Redressal Policy (which can be viewed at www.QuantumMF.com). Mr. Sandeep Bhosle - Assistant Vice President-Customer Interaction for any queries / clarifications and Ms. Meera Shetty - Investor Relation Officer for any complaint / grievance can be contacted at Quantum Asset Management Company Private Limited 6th Floor, Hoechst House, Nariman Point, Mumbai - 400021 Email - customercare@QuantumAMC.com , Telephone number - 1800 209 3863 / 1800 22 3863 (Toll Free), Fax number 022 - 1800 22 3864 (Toll Free).		

D. COMPUTATION OF NAV

Market or Fair Value of Scheme's investments (+) Current Assets (-) Current Liabilities and Provisions Divided by No. of Units outstanding under Scheme on the valuation date.

The NAV will be calculated up to four decimals for all the Calendar Days and announced on the close of every Business Day. 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.

NAV shall be rounded off to the fourth decimal.

This section outlines the expenses that will be charged to the schemes.

A. NEW FUND OFFER (NFO) EXPENSES

These expenses are incurred for the purpose of various activities related to the NFO like sales and distribution fees paid marketing and advertising, registrar expenses, printing and stationary, bank charges etc.

No initial issue expenses were charged to the Scheme and the entire initial issue expense was borne entirely by the AMC.

B. ANNUAL SCHEME RECURRING EXPENSES

These are the fees and expenses for operating the scheme. These expenses include Investment Management and Advisory Fee charged by the AMC, Registrar and Transfer Agents' Fee, Custodian Fees and marketing and operations expenses etc.

The estimated recurring expenses of the Scheme are as under:

Expense Head	% of daily Net Assets
Investment Management and Advisory Fees	Up to 0.35%
Trustee fee	
Audit fees	
Custodian fees	
Registrar & Transfer Fees	
Marketing & Selling expense incl. agent commission	
Cost related to investor communications	
Cost of fund transfer from location to location	
Cost of providing account statements and dividend redemption cheques and warrants	
Costs of statutory Advertisements	
Cost towards investor education & awareness (at least 2 bps) ^	
Goods and Services tax on expenses other than investment and advisory fees	
Goods and Services tax on brokerage and transaction cost	
Other expenses*	
Maximum total expense ratio (TER) permissible under Regulation 52 (6) (c) (i)	
Additional expenses for gross new inflows from specified cities under Regulation 52 (6A) (b)	NIL
Additional expenses under regulation 52 (6A) (c)	NIL

* as permitted under the Regulations.

^ Investor Education and Awareness initiatives

As per Para F of the SEBI Circular No. CIR/IMD/DF/21/2012 dated September 13, 2012, the AMC shall annually set apart at least 2 basis points p.a. (i.e. 0.02% p.a.) on daily net assets of the Scheme within the limits of total expenses prescribed under Regulation 52 of SEBI (MF) Regulations for investor education and awareness initiatives undertaken by the Fund.

Regular Plan expense ratio will be higher of upto 0.15% or such other higher percentage as may be decided from time to time inclusive of Statutory Levies and Applicable Taxes (if any) in comparison of Direct Plan expense ratio within the Total Expense Ratio limit, wherein distributor commission for distribution of units will be paid / charged under the Regular Plan.

All fees and expenses charge under the direct plan (in percentage terms) under various heads including the investments and advisory fee shall not exceed the fees and expenses charged under such heads in the regular plan. The AMC has estimated that above expenses will be charged to the Scheme as permitted under Regulation 52 of SEBI (MF) regulations. For the actual current expenses being charged, the investor should refer to the website of the Mutual Fund viz. www.QuantumAMC.com / www.QuantumMF.com. The Fund would update the current expense ratio of the scheme on the website at least three working days prior to the effective date of the change. Investor can refer <https://www.quantumamc.com/total-expense-ratio/report-1> for total expense ratio details.

As per Regulation 52(6)(c) of SEBI (MF) Regulations, the total expenses of the Scheme, including Investment Management and Advisory Fees shall be subject to following limits as specified below.

Asset Under Management Slab	Total Expense Ratio % limits
On the first Rs.500 Crores of the daily net assets	2.00
On the next Rs.250 Crores of the daily net assets	1.75
On the next Rs.1,250 Crores of the daily net assets	1.50
On the next Rs.3,000Crores of the daily net assets	1.35
On the next Rs.5,000 Crores of the daily net assets	1.25
On the next Rs.40,000 Crores of the daily net assets	Total expense ratio reduction of 0.05% for every increase of Rs.5,000 Crores of daily net assets or part thereof
On balance of the assets	0.80

Additional Expenses:

In addition to the Maximum Total Expense Ratio as permissible under Regulation 52 of SEBI MF Regulations as amended from time to time, following additional expenses may be charged to the Scheme as mentioned in below.

Expenses not exceeding of 0.30 % of daily net assets if the new inflow from such cities as specified by the SEBI from time to time are at least 30 per cent of gross new inflows in the scheme or 15 per cent of the average assets under management (year to date) of the scheme whichever is higher.

Goods and Services Tax on investment and advisory fees of the Scheme.

Investors are requested to note that currently Quantum Mutual Fund shall not charge any additional expenses to the Scheme(s) as mentioned in the sub - clause (a) and (b) above.

As no additional expenses towards beyond 30 cities as mentioned in clause (a) under the heading Additional Expenses will be charged to the Scheme, the provisions relating to clawed back as prescribed in the SEBI (MF) Regulations will not be applicable.

Goods and Services Tax and Statutory Levies if any on Investment Advisory fees will be charged to scheme within the overall limit of expense as permitted under the SEBI Regulations.

C. Brokerage and transaction cost incurred for the purpose of execution of trade will be capitalized to the extent of 0.12% for cash market transactions. Brokerage and transaction costs exceeding of 0.12% for cash market transactions, if any may be charged to the scheme within the maximum limit of TER as prescribed under regulation 52 of the Regulations.

The maximum recurring expenses of the Scheme, including the investment management and advisory fee, together with additional expenses if any, shall not exceed the limits prescribed under Regulation 52 of the SEBI (Mutual Funds) Regulations 1996 read with aforesaid SEBI circular dated September 13, 2012.

ILLUSTRATION OF IMPACT OF EXPENSE RATIO ON SCHEME'S RETURN:

Particular	Regular Plan	Direct Plan
Opening NAV at the beginning of the year (Rs.) (a)	100	100
Closing NAV before charging expense at the end of the year (b)	112	112
Scheme's gross returns for the year	12%	12%
Expense Charged during the year (other than Distribution Expenses/ Commission) (Rs.) (c)	1	1
Distribution Expenses/ Commission charged during the year (Rs.) (d)	0.15	0
NAV after charging expense (b-c-d)	110.85	111
Net Return to the Investor	10.85%	11%

The purpose of the above illustration is to explain the impact of expense ratio of the scheme. Above calculation are based on assumed NAV and Expenses. The actual NAV, expenses and return on your investment may be more or less.

C. LOAD STRUCTURE

Load is an amount which is paid by the investor to subscribe to the units or to redeem the units from the scheme. Load amounts are variable and are subject to change from time to time. For the current applicable structure, please refer to the website of the AMC (www.QuantumAMC.com / www.QuantumMF.com) or may call at (toll free no. 1-800-22-3863 / 1-800-20-9 3863).

Type of Load	Load chargeable (as % age of NAV)																
Entry	<p>Not Applicable</p> <p>In terms of SEBI circular no. SEBI/IMD/CIR No. 4/ 168230/09 dated June 30, 2009 has notified that, w.e.f. August 01, 2009 there will be no entry load charged to the schemes of the Mutual Fund.</p> <p>Quantum Mutual Fund does not charge Entry Load since inception.</p>																
Exit Load	<p>The exit load on a graded basis will be levied as follows:</p> <table border="1"> <thead> <tr> <th>Investor Exit Upon Subscription</th> <th>Exit Load as a % of Redemption Proceeds</th> </tr> </thead> <tbody> <tr> <td>Day 1</td> <td>0.0070%</td> </tr> <tr> <td>Day 2</td> <td>0.0065%</td> </tr> <tr> <td>Day 3</td> <td>0.0060%</td> </tr> <tr> <td>Day 4</td> <td>0.0055%</td> </tr> <tr> <td>Day 5</td> <td>0.0050%</td> </tr> <tr> <td>Day 6</td> <td>0.0045%</td> </tr> <tr> <td>Day 7 onwards</td> <td>NIL</td> </tr> </tbody> </table> <p>Note: Redemption / Switched Outs will be done on First in First out (FIFO) basis. The above mentioned Exit Load shall be equally applicable to Systematic Withdrawal Plan (SWP), Systematic Transfer Plan (STP) and Switches including existing installment of existing SIPs/ STPs / SWPs falling</p>	Investor Exit Upon Subscription	Exit Load as a % of Redemption Proceeds	Day 1	0.0070%	Day 2	0.0065%	Day 3	0.0060%	Day 4	0.0055%	Day 5	0.0050%	Day 6	0.0045%	Day 7 onwards	NIL
Investor Exit Upon Subscription	Exit Load as a % of Redemption Proceeds																
Day 1	0.0070%																
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Day 3	0.0060%																
Day 4	0.0055%																
Day 5	0.0050%																
Day 6	0.0045%																
Day 7 onwards	NIL																

Type of Load	Load chargeable (as % age of NAV)
	due after the effective date. However, no exit load will be charged for switching between option / plan within the scheme.

The investor is requested to check the prevailing load structure of the scheme before investing. Any imposition or enhancement in the load shall be applicable on prospective investments only. The above mentioned load structure shall be equally applicable to the special facilities such as / Systematic Withdrawal Plan (SWP) / Systematic Transfer Plan (STP) and Switches etc. However, no load shall be charged for switching between options/plans within the Scheme.

However, the AMC shall not charge any load on issue of bonus units and units allotted on reinvestment of income distribution for existing as well as prospective investors. For any change in load structure AMC will issue an addendum which shall be attached to the SID and Key Information Memorandum (KIM) and display it on the website / Investor Service Centres. The introduction of Exit load along with the details may be stamped in the acknowledgement slip issued to the investors on submission of the application form and may also be disclosed in the statement of accounts issued after introduction of such loads. Any other measures which the mutual fund may feel necessary.

The exit load charged, if any shall be credited to the Scheme net of Goods and Services tax. Investors are requested to note that the exit load collected is credited to the scheme for all scheme of Quantum Mutual Fund since inception.

However, Quantum Mutual Fund does not pay any commissions to the distributors and amount from Exit Load / Contingent Deferred Sales Charges collected by the Scheme is credited to the revenue account of the Scheme since inception.

The Mutual Fund may charge the load within the stipulated limit of 5% without any discrimination to any specific group of unit holders.

However, any change at a later stage shall not affect the existing unit holders adversely.

D. TRANSACTION CHARGES:

In accordance with the SEBI Circular No. Cir / IMD / DF/13/2011 dated August 22, 2011, the AMC is allowed to deduct transaction charges of Rs. 100 for existing investors and Rs.150 for a first time investor per subscription of Rs.10,000 /- and above for the transaction / application received through distributors. The transaction charges shall be deducted by the AMC from the subscription amount received from the investor and paid to the distributor and the balance will be invested in the Scheme.

Investors are requested to note that no transaction charges shall be deducted from the investment amount for transactions / applications received from the distributor (i.e. in Regular Plan) and full subscription amount will be invested in the Scheme.

E. WAIVER OF LOAD FOR DIRECT APPLICATIONS

Not Applicable

Pursuant to SEBI Circular No. SEBI/IMD/CIR No. 4/ 168230/09 dated June 30, 2009, no entry load shall be charged for all mutual fund schemes. Therefore, the procedure for waiver of load for direct applications is no longer applicable.

Please refer to SAI for details.



VI. PENALTIES, PENDING LITIGATION OR PROCEEDINGS, FINDINGS OF INSPECTIONS OR INVESTIGATIONS FOR WHICH ACTION MAY HAVE BEEN TAKEN OR IS IN THE PROCESS OF BEING TAKEN BY ANY REGULATORY AUTHORITY

1. Disclosures regarding top 10 monetary penalties and action(s) taken during the last three years against foreign Sponsor(s) may be limited to the jurisdiction of the country where the principal activities (in terms of income / revenue) of the Sponsor(s) are carried out or where the headquarters of the Sponsor(s) is situated. : **Not Applicable**
2. Details of all monetary penalties imposed and/ or action taken during the last three years or pending with any financial regulatory body or governmental authority, against Sponsor(s) and/ or the AMC and/ or the Board of Trustees /Trustee Company; for irregularities or for violations in the financial services sector, or for defaults with respect to shareholders or debenture holders and depositors, or for economic offences, or for violation of securities law. Details of settlement, if any, arrived at with the aforesaid authorities during the last three years shall also be disclosed.

Quantum Advisors Pvt. Ltd. (Sponsor): Nil.

Trustee Company: Nil

AMC: Nil

3. Details of all enforcement actions taken by SEBI in the last three years and/ or pending with SEBI for the violation of SEBI Act, 1992 and Rules and Regulations framed there under including debarment and/ or suspension and/ or cancellation and/ or imposition of monetary penalty/adjudication/enquiry proceedings, if any, to which the Sponsor(s) and/ or the AMC and/ or the Board of Trustees / Trustee Company and/ or any of the directors and/ or key personnel (especially the fund managers) of the AMC and Trustee Company were/ are a party. The details of the violation shall also be disclosed.

Sponsor: Nil.

Trustee Company: Nil

AMC: Nil

4. Any pending material civil or criminal litigation incidental to the business of the Mutual Fund to which the Sponsor(s) and/ or the AMC and/ or the Board of Trustees /Trustee Company and/ or any of the directors and/ or key personnel are a party should also be disclosed separately.

Trustee Company, AMC and Sponsor: Nil except the following:

The Sponsor along with the AMC and Trustee Company has filed a suit in March 2019 in Bombay High Court for a permanent order and injunction against Quant Mutual Fund, Quant Capital Trustee Limited and Quant Money Managers Limited for passing – off its goods / services by using a mark Quant Mutual Fund which is identical and / or deceptively similar to the trade mark Quantum Mutual Fund.

5. Any deficiency in the systems and operations of the Sponsor(s) and/ or the AMC and/ or the Board of Trustees/Trustee Company which SEBI has specifically advised to be disclosed in the SID, or which has been notified by any other regulatory agency, shall be disclosed.

Sponsor: Nil.

Trustee Company: Nil

AMC: Nil

Notwithstanding anything contained in this Scheme Information Document, the provisions of the SEBI (Mutual Funds) Regulations, 1996 and the guidelines there under shall be applicable.

**For and on behalf of Board of Directors of
Quantum Asset Management Company Private Limited**

Sd/-

**Jimmy A Patel
Managing Director and Chief Executive Officer**

Place: Mumbai

Date: April 29, 2022