

## Disclosures and Risk Factors

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#### **Disclosures with respect to Q India Value Equity Composite (Composite)**

1. Q India Value Equity Composite (Value Composite) is an aggregation of Client portfolios with a similar investment mandate and with no cash restrictions that are managed or advised by QAPL on a discretionary basis using the long only value equity strategy. The Value Composite does not include all client portfolios due to various client-imposed portfolio restrictions, even though all portfolios in this broad mandate are managed using the same strategy.
2. Value Composite inception date is considered as August 1, 2000 as per our internal performance computation policy and procedures.
3. Assets Under Management (AuM) Q India Value Equity Strategy includes AuM of all client accounts managed and advised by QAPL under Q India Value Equity Strategy as well as the Quantum Long Term Equity Value Fund (QLTEVF) and the Quantum Tax Saving Fund (QTSF), the local mutual fund schemes managed by Quantum Asset Management Company Private Limited (QAMC), a wholly owned subsidiary of QAPL. The AuM of QLTEVF and QTSF is included for

illustration and information purpose only, as QAMC follows a similar investment strategy, process and philosophy for these funds as that offered by QAPL for Q India Value Equity Strategy. These funds are not offered to any international clients.

4. QAMC provides research/advisory service to QAPL. We receive non-binding and non-discretionary research/advisory services from QAMC with respect to investments by our Private Account clients (including Fund clients). However, the Investment/fund management team of QAMC is separate and independent of QAPL. Our evaluation of QAMC's qualifications, suitability and performance as research/advisory service provider involves inherent conflict of interest that would not be present if we were instead evaluating independent service provider.
5. As the different constituents of the Value Composite are subject to different management fee structures, the actual performance experienced by a constituent of the Value Composite may be worse or better than the net-of-fee-and-expense returns of the Composite.
6. The firm has formulated an internal policy and procedures on inclusion, exclusion of the portfolio accounts and factoring significant cash flows for computing the performance of Composite which will be available upon request.

#### **Disclosures with respect to Q India Responsible Return Strategy (QIRR)**

1. Asset Under Management (AuM) for Q India Responsible Returns Strategy (QIRR) includes AuM of QIRR Strategy and Quantum India ESG Equity Fund (QIESG), the local mutual fund scheme managed by QAMC. The AuM of QIESG is included for illustration and information purpose only, as QAMC follows a similar investment strategy, process and philosophy for this fund as that offered by QAPL for QIRR Strategy. The fund is not offered to any international clients.
2. QAMC provides research/advisory service to QAPL. We receive non-binding and non-discretionary research/advisory services from QAMC with respect to investments by our Private Account clients (including Fund clients). However, the Investment/fund management team of QAMC is separate and independent of QAPL. Our evaluation of QAMC's qualifications, suitability and performance as research/advisory service provider involves inherent conflict of interest that would not be present if we were instead evaluating independent service provider.
3. QIRR Composite comprises of only one account, which is the Firm's proprietary account managed in accordance with the same strategy. Currently, there are no clients under this strategy.
4. ESG Score is computed based on QAPL's proprietary ESG rating methodology.
5. GHG intensity reported is based on the data sourced from the sustainability / annual reports of Portfolio companies. While QAPL intends to report complete GHG emissions of portfolio companies, certain companies report their GHG emissions as 'metric tonnes of CO2' rather than 'metric tonnes of CO2e' (i.e., GHG). Consequently, the data reported by QAPL is subject to such constraints or limitation on sourcing complete data.

#### **Disclosure with respect to Fixed Income product**

1. The Q Fixed Income Composite has been renamed to Q India Sovereign Focus Bond Composite to better reflect the underlying investment strategy and philosophy w.e.f October 1, 2020
2. The since inception return of Q India Sovereign Focused Bond Strategy includes return of Q India Sovereign Focus Bond Composite of Quantum Advisors Private Ltd (QAS Composite) for the period February 20, 2015 till Current Period linked with the returns of Q India Sovereign Focus Bond Composite of QIEF Management LLC, a subsidiary of QAS based in Mauritius (QIEF Composite) for the period (August 24, 2010 to February 19, 2015 - Prior Period), both of which have been managed under the Q India Fixed Income local currency sovereign & quasi sovereign strategy (Q

India Sovereign Focus Bond Strategy ). Q India Sovereign Focus Bond Composite is an aggregation of client's portfolios with a similar investment mandate that are managed on a discretionary basis or advised by Quantum Advisors using the Q India Fixed Income Local Currency Sovereign & Quasi Sovereign strategy (Q India Sovereign Focus Bond strategy).

3. Effective November 1, 2020 constituent of the Q India Sovereign Focus Bond Composite consists of only one account, which is the Firm's Proprietary account managed in accordance with the same strategy. Currently, there are no clients under this strategy. Prior to October 1, 2020, constituent of the Composite consisted of only one UCITS fund managed by QAS on a discretionary basis, (the UCITS Fund), and the constituent of QIEF Composite consisted of the UCITS Fund's predecessor (a Mauritius fund that became a wholly owned subsidiary of the UCITS Fund, following a re-structuring completed in February 2015) that was managed by QIEF on a discretionary basis with QAS as the non-discretionary Advisor, during the Prior Period. For the month of October 2020, constituent of the Composite included both proprietary account and the UCITS Fund.

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1. Past performance of the Portfolio Manager does not indicate the future performance of the Portfolio Manager. Equity and equity related, fixed income and money market related instruments are by nature volatile and prone to price fluctuations. The investor may lose money over short or long period in response to factors such as economic and political developments, changes in interest rates, market movements and over longer period during market downturn. There can be no assurance or guarantee that the investment objective of different Investment approaches would be achieved.
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4. QAPL do not guarantee that the Upside Potential indicated in any document/article for the future will actually be achieved and the actual returns of may or may not be in line with the estimated upside potential, including the possibility of the loss
5. Investors wishing to 'double their money' in one year or having short-term return objectives should not seek the advice of QAPL as the research and investment style followed by QAPL typically considers a longer-term time horizon.