

Morgan Stanley Institutional Liquidity Funds 2020 Tax Information Summary

TAX INFORMATION

U.S. Government income percentages

The portion of dividends paid by your fund that is derived from U.S. Government obligations is generally exempt from state and local income taxes. In many states, income derived from other government agencies is also free from state income taxes. The percentage of 2020 dividends paid by your fund attributable to government and agency obligations is listed on the table. Primary obligations represent direct investments in Treasury securities, while secondary obligations are direct investments in generally qualifying U.S. agency obligations.

Only those funds that have earned income from U.S. Government obligations in 2020 are listed below. If applicable, the percentages below should be applied to the amount shown in Box 1a on your Form 1099-DIV. For specific information regarding your state's exemption provisions, please consult your tax advisor or local taxing authority.

MORGAN STANLEY INSTITUTIONAL LIQUIDITY (MSILF) PORTFOLIOS	PRIMARY OBLIGATIONS % (TREASURIES)	SECONDARY OBLIGATIONS % (GOVT. AGENCIES)	DID THE FUND HAVE MORE THAN 50% IN QUALIFYING GOVERNMENT SECURITIES AT QUARTER-END
MSILF ESG Money Market Portfolio*	0.37%	0.00%	NO
MSILF Government Portfolio	18.59%	39.34%	YES
MSILF Government Securities Portfolio	53.44%	46.47%	YES
MSILF Prime Portfolio*	0.47%	0.00%	NO
MSILF Tax-Exempt Portfolio*	0.00%	0.00%	NO
MSILF Treasury Portfolio	70.47%	0.00%	YES
MSILF Treasury Securities Portfolio	100.00%	0.00%	YES

Note: The above percentages do not include income derived from GNMA or FNMA obligations.

* The Portfolio will be required to price and transact in their shares at a floating net asset value ("NAV") and will be permitted to impose a liquidity fee on redemptions or temporarily restrict redemptions in the event that the Portfolio's weekly liquid assets fall below certain thresholds.

Morgan Stanley does not provide tax advice. The tax information contained herein is general and is not exhaustive by nature. It was not intended or written to be used, and it cannot be used by any taxpayer, for the purpose of avoiding penalties that may be imposed on the taxpayer under U.S. federal tax laws. Federal and state tax laws are complex and constantly changing. You should always consult your own legal or tax advisor for information concerning your individual situation.

STABLE NAV FUNDS

You could lose money by investing in the Fund. Although the Fund seeks to preserve the value of your investment at \$1.00 per share, it cannot guarantee it will do so. An investment in the Fund is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. The Funds' sponsor has no legal obligation to provide financial support to the Fund, and you should not expect that the sponsor will provide financial support to the Fund at any time.

FLOATING NAV FUNDS

You could lose money by investing in the Fund. Because the share price of the Fund will fluctuate, when you sell your shares they may be worth more or less than what you originally paid for them. The Fund may impose a fee upon the sale of your shares or may temporarily suspend your ability to sell shares if the Fund's liquidity falls below required minimums because of market conditions or other factors. An investment in the Fund is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. The Funds' sponsor has no legal obligation to provide financial support to the Fund, and you should not expect that the sponsor will provide financial support to the Fund at any time.

Please consider the investment objectives, risks, charges and expenses of the fund carefully before investing. The prospectus contains this and other information about the fund. To obtain a prospectus, contact your financial advisor or download one at morganstanley.com/im. Please read the prospectus carefully before investing.

Important information for shareholders of the Morgan Stanley Institutional Liquidity Fund Tax-Exempt Portfolio

The table below provides information to assist you in determining the source of income earned by the Morgan Stanley Institutional Liquidity Fund Tax-Exempt Portfolio on a state-by-state basis.

Since tax laws vary in each state, please consult your tax advisor about the specific rules in the state(s) where you file income tax returns.

STATE	TAX-EXEMPT %	STATE	TAX-EXEMPT %
Alabama	0.00%	New Hampshire	0.00%
Alaska	0.00%	New Jersey	0.00%
Arizona	0.95%	New Mexico	0.00%
Arkansas	0.00%	New York	10.04%
California	1.14%	North Carolina	0.00%
Colorado	5.26%	North Dakota	0.00%
Connecticut	0.00%	Trust Territory	0.00%
Delaware	0.84%	Ohio	4.47%
District Of Columbia	8.00%	Oklahoma	0.09%
Florida	8.71%	Oregon	0.00%
Georgia	0.00%	Pennsylvania	2.19%
Guam	0.00%	Puerto Rico	0.00%
Hawaii	0.00%	Rhode Island	0.00%
Idaho	0.04%	South Carolina	2.63%
Illinois	0.00%	South Dakota	0.00%
Indiana	4.41%	Tennessee	0.00%
Iowa	0.00%	Texas	30.67%
Kansas	0.00%	Virgin Islands	0.00%
Kentucky	0.17%	Utah	2.89%
Louisiana	0.17%	Vermont	0.00%
Maine	0.00%	Virginia	0.00%
Maryland	5.55%	Washington	0.00%
Massachusetts	2.18%	West Virginia	0.00%
Michigan	0.00%	Wisconsin	0.00%
Minnesota	3.12%	Wyoming	0.00%
Mississippi	1.59%	Other	0.00%
Missouri	1.85%	2020 AMT Percentage	0.00%
Montana	0.00%	Total (excludes AMT)	100.00%
Nebraska	3.02%		
Nevada	0.00%		

Percentage of the exempt income subject to Alternative Minimum Tax: 0.00%

If you should have any questions or need additional information, please feel free to contact one of our Client Service Representatives at 1.800.548.7786

There is no assurance that a portfolio will achieve its investment objective. Portfolios are subject to market risk, which is the possibility that the market values of securities owned by the portfolio will decline and that the value of portfolio shares may therefore be less than what you paid for them. Market values can change daily due to economic and other events (e.g. natural disasters, health crises, terrorism, conflicts and social unrest) that affect markets, countries, companies or governments. It is difficult to predict the timing, duration, and potential adverse effects (e.g. portfolio liquidity) of events.

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